



FUTURE GENERATION
GLOBAL INVESTMENT COMPANY

Financial Report
for the period from 28 May 2015 to
30 June 2016

Investing in Australia's future generation.

Future Generation Global Investment Company Limited

The principal activity of the Company is to provide diversified exposure to global equities while also helping to improve the lives of young Australians affected by mental health issues.

CHAIRMAN

Belinda Hutchinson AM

DIRECTORS

Geoff Wilson
Susan Cato
Karen Penrose
Sarah Morgan
Frank Casarotti

COMPANY SECRETARIES

Mark Licciardo
Kate Thorley

INVESTMENT COMMITTEE

Amanda Gillespie
Aman Ramrakha
Sean Webster
Geoff Wilson
Chris Donohoe

CHIEF EXECUTIVE OFFICER

Louise Walsh

AUDITOR

Pitcher Partners

COUNTRY OF INCORPORATION

Australia

REGISTERED OFFICE

Level 11, 139 Macquarie Street
Sydney NSW 2000

CONTACT DETAILS

Postal Address: GPO Box 4658
Sydney NSW 2001

T: (02) 9247 9202

F: (02) 9247 6855

E: info@futuregeninvest.com.au

W: www.futuregeninvest.com.au

AUSTRALIAN SECURITIES EXCHANGE

Future Generation Global Investment
Company Limited Ordinary Shares (FGG)

Future Generation Global Investment
Company Limited Options (FGGO) expiring
15 September 2017

SHARE REGISTRY

Boardroom Pty Limited
Level 12, 225 George Street
Sydney NSW 2000

T: (02) 9290 9600

F: (02) 9279 0664

For enquiries relating to
shareholdings, options, dividends
(including participation in the
dividend reinvestment plan) and
related matters, please contact the
share registry.

Shareholder Presentations 2016

Annual General Meeting and Presentation

SYDNEY

Wednesday 23 November

The Hilton
488 George Street
Sydney NSW 2000
AGM: 1.30pm – 2.00pm
Presentation: 2.30pm – 3.30pm



ADELAIDE

Wednesday 16 November

The Playford
120 North Terrace
Adelaide SA 5000
12.30pm – 1.30pm

PERTH

Thursday 17 November

The Duxton
1 St Georges Terrace
Perth WA 6000
12.30pm – 1.30pm

CANBERRA

Monday 21 November

The Mercure
Cnr of Ainslie & Limestone Avenues
Braddon ACT 2618
12.30pm – 1.30pm

BRISBANE

Thursday 24 November

Brisbane Convention & Exhibition
Centre, Cnr Merivale & Glenelg
Streets
South Bank QLD 4101
12.30pm – 1.30pm

MELBOURNE

Friday 25 November

Melbourne Convention & Exhibition
Centre, 1 Convention Centre Place
South Wharf VIC 3006
12.30pm – 1.30pm

ONLINE STREAMING

The Sydney presentation can be
viewed live.

Register your interest by emailing
info@futuregeninvest.com.au

Key Highlights in FY2016

DONATION TO CHARITIES

\$2.4m

SAVINGS OF MANAGEMENT,
PERFORMANCE AND SERVICES

\$3.2m

FUNDS UNDER MANAGEMENT

\$289.7m

PROFIT BEFORE TAX

\$6.1m

FY2016 results

Future Generation Global Investment Company Limited (FGG or the Company) delivered its maiden operating profit before tax of \$6.07 million and an operating profit after tax of \$4.48 million in the period. FGG's investment portfolio decreased 2.8% since inception (as represented by the other comprehensive loss of \$7.94 million), while the MSCI AC World Index (AUD) fell 1.6%. Since inception, the investment portfolio has outperformed the Index in four of the six negative months.

The performance of the investment portfolio in its first ten months of operations was achieved while taking less risk than the market. The volatility of the FGG investment portfolio during the period was 10.4% while the volatility of the MSCI AC World Index (AUD) was 11.9% as measured by its standard deviation.

The Company has accrued a donation totalling \$2.42 million towards Australian charities primarily focused on children and youth mental health.

Snapshot as at 30 June 2016

ASX code	FGG
Established	September 2015
Gross assets	\$289.7m
Market cap	\$291.6m
Share price	\$1.055
Net assets per share (after tax)	\$1.06
Shares on issue	276,374,385
Options on issue	272,969,948
Management fees	0.0%
Performance fees	0.0%
Annual donation (% of NTA)	1.0%

Contents

Chairman and Chief Executive Officer's Letter	1
Investment Committee Report	3
Charity Report	8
Corporate Governance Statement	11
Directors' Report to Shareholders	22
Auditor's Independence Declaration	32
Statement of Comprehensive Income	33
Statement of Financial Position	34
Statement of Changes in Equity	35
Statement of Cash Flow	36
Notes to the Financial Statements	37
Directors' Declaration	57
Independent Auditor's Report	58
Investments at Market Value	60
ASX Additional Information	61

Chairman and Chief Executive Officer's Letter

Dear Fellow Shareholders,

Firstly, we would like to thank you for your continued support of FGG. We are pleased to share the Company's financial results and donation to our designated charities focused on children and youth mental health.

It has been a challenging global investment environment. Some of our underlying fund managers were impacted by the renewed strength of the Australian dollar and the underperformance of Asian markets. As a result, FGG's investment portfolio decreased 2.8% since inception, while the MSCI AC World Index (AUD) fell 1.6% over the same period.

It is worth noting that the fund managers together with FGG's diligent allocation process enabled the investment portfolio to outperform the benchmark in four of the six months when the market fell. It is encouraging that the investment portfolio grew by 4.0% in the first two months of the 2017 financial year.

We are very pleased that even in these conditions we have been able to announce the inaugural donation of \$2.42 million to our designated charities. This is made possible by the generosity and support of our fund managers and leading service providers.

Finally, we would like to thank our investors for being part of FGG's innovative approach to long-term wealth creation with its objective of both shareholder and social returns being achieved.

Investment objectives

The Company's primary investment objective is to provide shareholders with long-term capital growth.

The Company has provided shareholders with diversified exposure to global equities. The Company invests its capital with the following funds managers: Ironbridge Capital Management, Magellan Asset Management, Cooper Investors, Antipodes Partners, VGI Partners, Marsico Capital Management, Nikko Asset Management Australia, Manikay Partners, Ellerston Capital, Morphiic Asset Management, Neuberger Berman Australia, Paradise Investment Management, Tribeca Investment Partners, Avenir Capital, Insync Funds Management, Hunter Hall Investment Management and Eastspring Investments (Singapore). A number of these fund managers are not accessible to retail investors. The Company may also make direct investments.

Investment portfolio

The Company received funds in early September 2015, following its capital raising by initial public offering. FGG was initially invested in 22 funds managed by 18 different managers. At the end of the period, the investment portfolio was made up of 21 funds with 17 managers, following the full redemption out of the Optimal Japan Absolute Long Fund in June 2016. The allocation to the managers has been structured to provide a spread between three broad equity strategies: long equities, absolute bias, quantitative strategies and cash. The composition of the portfolio will vary over time in terms of strategies, funds and managers. The long equities portion of the portfolio includes exposure to large cap, mid cap and small cap stocks. As at 30 June 2016, the portfolio comprised 54.2% long equities, 30.3% absolute bias, 6.2% quantitative strategies and 9.3% cash.

Dividends

The Board is committed to paying fully franked dividends to shareholders, provided the Company has sufficient profit reserves and franking credits and it is within prudent business practices. On 31 August 2016, the Board announced a fully franked final dividend of 1.0 cent per share. The dividend will be paid on 31 October 2016 and will trade ex dividend on 18 October 2016. At this stage the Board does not anticipate an interim dividend being payable and estimate that the next potential dividend will be a 2017 final dividend dependent on the released profits from the fund managers over the 2017 financial year.

Chairman and Chief Executive Officer's Letter

Charitable objective

The Company provides shareholders with unprecedented access to leading global equity fund managers without paying management or performance fees. All participating fund managers have agreed to forgo management and performance fees, and directors and most service providers are working on a pro-bono basis. This allows the Company to donate an amount equal to 1.0% of its average monthly net tangible assets to Australian charities focused on children and youth mental health each financial year.

The objectives of the Company are to provide shareholders with an attractive investment and to provide a source of funding for Australian charities with a focus on children and youth mental health. Being a shareholder in the Company is supporting investment in Australia's future generations. The Company's innovative structure promotes giving as well as wealth creation. The designated charities are: beyondblue, Black Dog Institute, Brain and Mind Centre, Butterfly Foundation for Eating Disorders, headspace, Orygen – the National Centre of Excellence in Youth Mental Health, ReachOut Australia and SANE Australia.

Charitable donation

During the period, FGG shareholders had the opportunity to nominate which of the designated charities they would like to support and we were very pleased by the response. Thank you for taking the time to do this. FGG had a total charitable donation of \$2.42 million for the period ending 30 June 2016. Of this, \$1.9 million was allocated to the eight FGG designated charities.

Shareholders registered as holding 1 million shares or more had the option to nominate a charity of their choice to receive part of the charitable donation. Only those charities with an Australian deductible gift recipients (DGR) status could be nominated. The portion of the charitable donation subsequently donated to these charities was equal to the shareholders percentage holding in the Company. For the period ending June 2016, this amount came to a total of \$0.5 million.

Fund managers and service providers

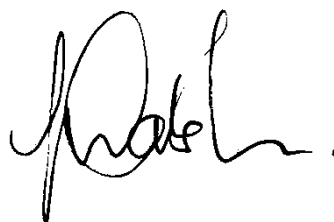
We would like to thank the fund managers and service providers for their outstanding generosity throughout the period. This generosity has allowed the inaugural donation to our designated charities and other not for profit organisations. The value of the fund managers' foregone management and performance fees totals \$2,592,562 and the value of the leading service providers including the Board and Investment Committee working on a pro bono basis totals \$619,512.

Thank you fellow Board and Committee Members and shareholders for your continued support.



Belinda Hutchinson AM
Chairman

28th day of September 2016



Louise Walsh
Chief Executive Officer

28th day of September 2016

Investment Committee Report

The Investment Committee of FGG is primarily responsible for selecting fund managers, making and redeeming investments and generally managing the Company's investment portfolio. The Company's Investment Committee consists of Amanda Gillespie, Aman Ramrakha, Sean Webster, Chris Donohoe and Geoff Wilson, whose experience and qualifications are provided in the Director's report.

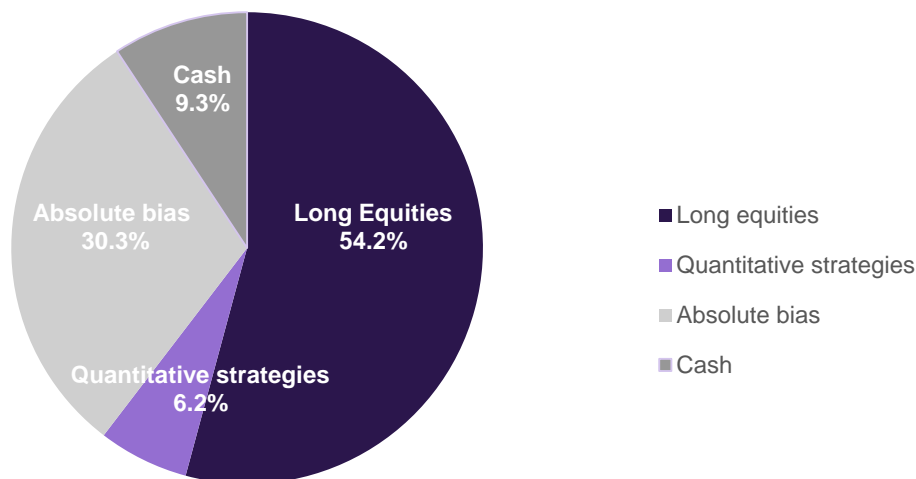
FGG's investment portfolio decreased 2.8% since inception, while the MSCI AC World Index (AUD) fell 1.6% over the same period. In a challenging global investment environment, the performance of some of the underlying fund managers was impacted by the renewed strength of the Australian dollar and the underperformance of Asian markets. It is noteworthy that the fund managers together with FGG's diligent allocation process enabled the investment portfolio to outperform the benchmark in four of the six months when the market fell.

The performance of the investment portfolio was achieved while taking less risk than the market. The volatility of the FGG investment portfolio during the period was 10.4% while the volatility of the MSCI AC World Index (AUD) was 11.9% as measured by its standard deviation. It is encouraging that the investment portfolio grew by 4.0% in the first two months of the 2017 financial year.

The FGG investment portfolio has been structured to provide a spread between three broad equity strategies: long equities, absolute bias, quantitative strategies and cash. The composition of the portfolio will vary over time in terms of strategies, funds and managers. The long equities portion of the portfolio includes exposure to large cap, mid cap and small cap stocks. As at 30 June 2016, the portfolio was 54.2% long equities, 30.3% absolute bias, 6.2% quantitative strategies and 9.3% cash.

FGG was initially invested with 18 managers in 22 funds. During the period, the Company's investment in the CC Global Access SPC – Marsico Global Segregated Portfolio was partially redeemed and converted into an equal value holding with CC Marsico Global Fund. At the end of the period, the investment portfolio was made up of 17 managers with investments in 21 funds, following the full redemption out the Optimal Japan Absolute Long Fund in June. All allocations to the other fund managers stayed constant over the period.

Investment strategy allocation (% of assets)



Long equities – investing in a portfolio of equities based on the expectation the underlying equities will increase in value within a certain time horizon. Each equity represents an ownership claim in an underlying company which is generally listed on a public stock exchange.

Quantitative strategy – a style of investment management where quantitative techniques are used to analyse markets in order to ascertain information about future price movements. These are generally rules-based and applied in a systematic manner. A quantitative strategy seeks to replicate a fundamental investor without human biases influencing investment decisions.

Absolute bias – an investment strategy that seeks to generate returns, irrespective of the performance of traditional asset classes. These strategies use innovative investment techniques to profit from rising and falling markets, providing portfolio protection in the event an equity market experiences a significant fall.

Investment Committee Report

Fund manager summary

Fund manager	Strategy	% of Assets as at 30 June 2016
Ironbridge Capital Management	Long equities	9.7%
Magellan Asset Management	Long equities	9.0%
Cooper Investors	Long equities	8.5%
Antipodes Partners	Absolute bias	7.9%
VGI Partners	Absolute bias	7.7%
Marsico Capital Management	Long equities	7.0%
Nikko Asset Management Australia	Long equities	5.8%
Manikay Partners	Absolute bias	5.1%
Ellerston Capital	Long equities	4.9%
Morphic Asset Management	Absolute bias	4.2%
Neuberger Berman Australia	Quantitative strategies	3.7%
Paradice Investment Management	Long equities	3.3%
Cooper Investors	Long equities	3.1%
Antipodes Partners	Absolute bias	2.6%
Tribeca Investment Partners	Quantitative strategies	2.5%
Avenir Capital	Absolute bias	1.5%
Insync Funds Management	Long equities	1.5%
Hunter Hall Investment Management	Long equities	1.4%
Eastspring Investments (Singapore)	Absolute bias	1.3%
Cash and term deposits		9.3%

Investment Committee Report

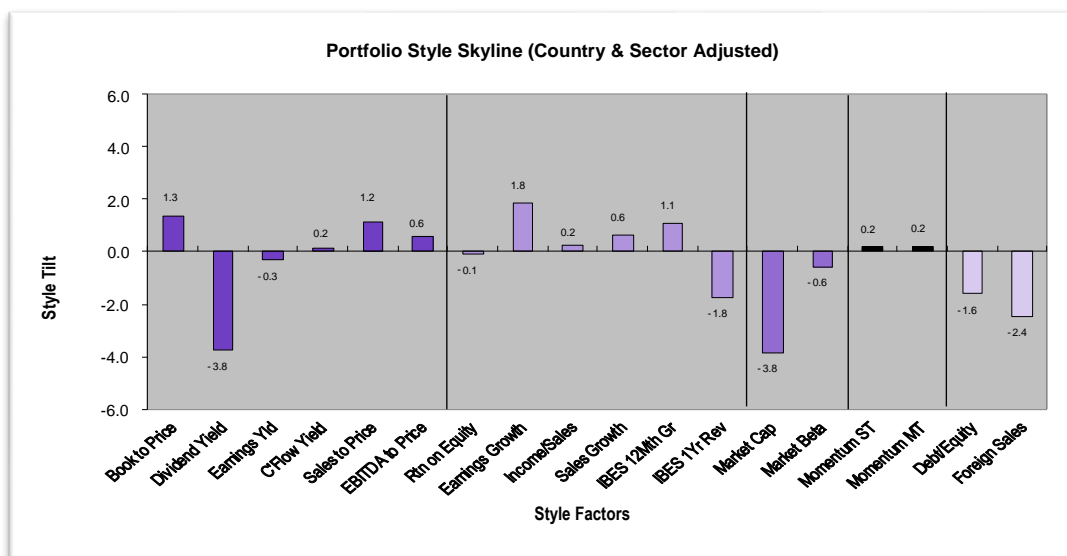
This following section summaries the performance, risk matrices and underlying holdings of the FGG investment portfolio at 30 June 2016 using data prepared by Lonsec and Style Research.

Holdings based analysis

This analysis is based on the stock holdings within the fund managers' respective portfolios*. Note that the intention of this analysis is to provide a point in time snap shot of the portfolio structure and it does not reflect any future biases within the portfolio.

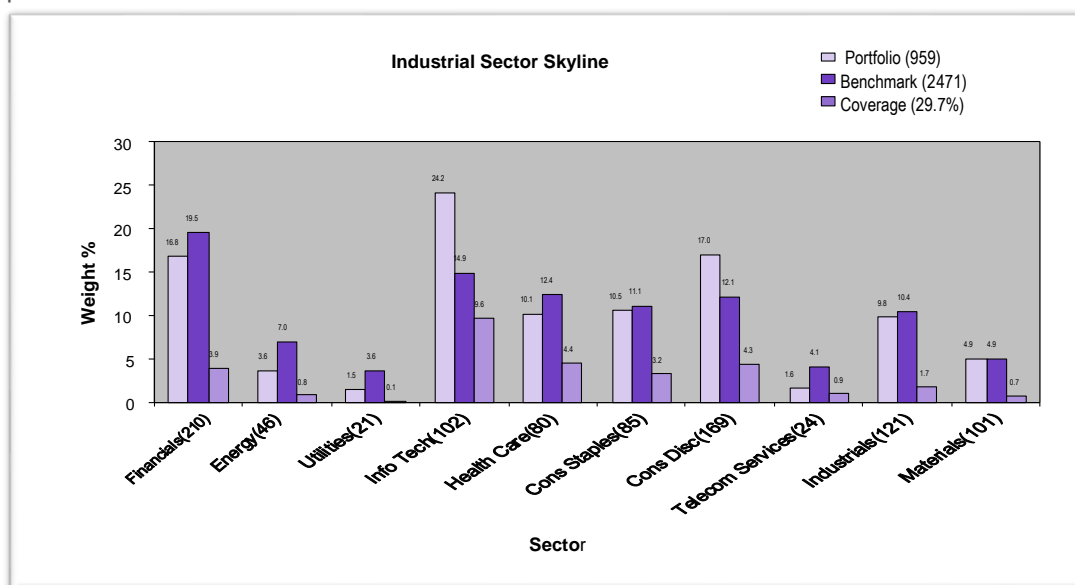
Style analysis

This chart shows the sector-adjusted style tilts exhibited by the blend of global equities managers for the FGG portfolio. The bars on the far left hand side represent value factors, while the bars second from left represent growth factors. The blend of global equities managers within the portfolio did not exhibit any style bias against the MSCI AC World NR Index.



Sector breakdowns

This chart displays the sector weights of the blend of global equities managers for the FGG portfolio and the MSCI AC World NR Index. Coverage data reveals the diversification across the benchmark, for each sector and for the portfolio overall.



* Twelve percent of the portfolio position is not included in this analysis.

Investment Committee Report

Risk attribution

This table examines the various risk factor associated with the blend of global equities managers for the FGG portfolio. Risk attribution focuses on the estimation, analysis and decomposition of Tracking Error (and Tracking Variance) risk. The decomposition of the Tracking Variance identifies the principal sources of risk and further reveals risk compounding and risk offsets (via the Cross-Terms).

Risk attribution			
	Risk%		
Tracking Error	2.3		
Components of Tracking Variance		100%	
Currency Risk (Pure)	0.31	5.9	
Market X'terms	-0.37	-6.9	
Market Risk (Pure)	2.93	54.8	
Sector X'terms	-0.96	-17.9	
Sector Risk (Pure)	1.17	21.8	
Style X'terms	0.21	4.0	
Style Risk (Pure)	0.48	8.9	
Equity X'terms	0.03	0.6	
Equity Risk (Pure)	1.54	28.8	
Portfolio Beta	0.95	# Stocks	Actual
Portfolio Volatility	10.54	Portfolio	959
Benchmark Volatility	10.32	Benchmark	2471
Correlations (Port, BM)	0.97		

Regional allocations

Regional allocations (%)	FGG portfolio	MSCI AC World	Active position
Asia excluding Japan	13.0	9.0	4.0
Europe	14.9	21.4	-6.5
Japan	5.5	7.8	-2.3
North America	44.7	56.7	-12.0
Australia	1.9	2.4	-0.5
Other	0.8	2.7	-1.9
Cash (includes 9.3% Company cash)	19.2	0.0	19.2
Total	100.0	100.0	0.0
Emerging Markets	12.4	10.5	1.9

Investment Committee Report

Detailed portfolio holdings

Global equities – top 10 overweights

Name	Sector	Portfolio	Benchmark	Active
Medibank Private Limited	Financials	1.56	0.02	1.54
Mastercard Incorporated	Info Tech	1.41	0.24	1.17
Visa Incorporation	Info Tech	1.52	0.40	1.12
CME Group Incorporation	Financials	1.21	0.09	1.12
Nielsen Holdings PLC	Industrials	1.08	0.05	1.03
Mead Johnson Nutrition	Cons Staples	1.04	0.05	0.99
Microsoft Corporation	Info Tech	2.06	1.09	0.97
PayPal Holdings Incorporated	Info Tech	1.01	0.11	0.90
CVS Health Corporation	Cons Staples	1.13	0.29	0.84
eBay Incorporated	Info Tech	0.87	0.08	0.79

Global equities – top 10 underweights

Name	Sector	Portfolio	Benchmark	Active
Exxon Mobil Corporation	Energy	0.04	1.09	-1.05
Johnson & Johnson	Health Care	0.07	0.95	-0.88
Procter & Gamble Company	Consumer Staples	0.04	0.65	-0.61
Verizon Communications	Telecommunication Services	0.04	0.65	-0.61
Pfizer Incorporated	Health Care	0.03	0.62	-0.59
Chevron Corporation	Energy	0.00	0.55	-0.55
JPMorgan Chase & Company	Financials	0.08	0.62	-0.54
Commonwealth Bank of Australia	Financials	-0.24	0.26	-0.50
Kerry Group PLC	Consumer Staples	-0.43	0.04	-0.47
Berkshire Hathaway Incorporated	Financials	0.02	0.48	-0.46



Amanda Gillespie

Chairman of the Investment Committee
28th day of September 2016

Charity Report

We are proud to support our eight designated charities who are helping to improve the lives of young Australians who are affected by mental health issues. Our goal is to promote the mental health, wellbeing and resilience of young Australians from 0-25 years by supporting smarter service system development and investing in effective programs and services so that young Australians can have access to the information, services and support they need, when they need it, to maintain their mental health and lead an active and engaged life.

In August 2016, shareholders voted their charitable allocation and we were thrilled by the response. Thank you for your active engagement in the allocation process.

The specific allocation to each charity was determined by your votes and directions, with the Board distributing the undirected monies on a pro-rata basis between the designated charities.

The allocations to each charity for the 2016 financial period are:

Designated charities	Donation
beyondblue	\$231,579
Black Dog Institute	\$253,192
Brain and Mind Centre	\$237,181
Butterfly Foundation for Eating Disorders	\$291,381
headspace	\$235,259
Orygen, the National Centre of Excellence in Youth Mental Health	\$213,194
ReachOut Australia	\$236,881
SANE Australia	\$214,790
Directed* Australian charities	\$175,838
Directed* children and youth mental health charities	\$330,123
Total charitable allocation	\$2,419,418

* Directed by shareholders with 1 million or more shares.

Charity Report

Information on the projects the designated charities will undertake with monies from their allocation of the \$2.42m inaugural annual donation is detailed below:



Beyondblue works to reduce the impact of anxiety, depression and suicide across Australia. It is Australia's most high profile non profit working to educate, inform and support people to achieve their best possible mental health.

FGG funding will support beyondblue's Healthy Families program which focuses much needed attention on early intervention at the 0-12 age range. It will provide parents with evidence-based knowledge, tools and support to protect their child's mental health and manage their mental health condition.

Interconnected projects to be funded by FGG include a research project to consolidate knowledge about what parenting practices work to promote resilience, and a Healthy Families website to provide evidence-based resources for all stages of parenting from pregnancy to children aged 18.



Black Dog Institute combines high quality research with its clinical expertise and education programs which are delivered to schools, workplaces, health professionals and the broader community.

Black Dog will use FGG funding to help establish the Youth Centre for Research Excellence in Suicide Prevention to reduce suicide attempts and deaths in young people. It will undertake research to develop solutions by implementing evidence-based therapies and programs leveraging technologies popular with young people such as smartphones and social media.

The FGG funding will employ PhD level researchers each tasked with a specific project such as the development of an online therapeutic application (app) that delivers cognitive behavioural therapy (CBT) through a smartphone to a young person to help manage suicidal thoughts.



The **Brain and Mind Centre** at the University of Sydney develops clinical, online and treatment programs for young people with emerging anxiety and depressive disorders. It partners with other FGG charities including Orygen, headspace, Black Dog Institute and ReachOut.

Funding from FGG will support the installation of clinical assessment and longitudinal tracking tools initially at five sites in NSW (Camperdown, Darlinghurst, Campbelltown, Ashfield and the Central Coast), followed by other sites in NSW and then interstate.

The Centre will use new and emerging technologies to detail psychological, cognitive, social and medical characteristics and plan individualised intervention. The project links a network of stand-alone primary care clinics. It will enable an estimated 20,000 young people over five years to use these new systems.



The **Butterfly Foundation for Eating Disorders** is committed to ensuring that any Australian with an eating disorder can access affordable, evidence-based care irrespective of their postcode or economic status. In addition to advocacy work to raise awareness about eating disorders, Butterfly provides education, support and some treatment services.

FGG funding will establish the Butterfly Youth Intensive Outpatient Program. It will offer intensive group therapy for young people who are exiting inpatient or day programs or who need additional support to avoid hospital, while also trying to maintain attendance at school, university or work.

The program is modelled on the highly successful Monte Nido program established in Los Angeles. It is the first time the Monte Nido program will be offered in Australia. It hopes to have 40 young people through the program in its first year.

Charity Report



Initiated in 2006, **headspace** is the Australian Government's major investment in youth mental health for 12-25 year olds. There are currently 94 headspace centres across Australia working with more than 600 community organisations.

headspace will use FGG funding to develop and implement a headspace National Aboriginal and Torres Strait Islander Traineeship Program to train and employ Aboriginal and Torres Strait Islander mental health workers.

The program will offer traineeships for Aboriginal and Torres Strait Islander people across Australia, with at least three trainees in NT, QLD and WA centres. Trainees will be employed at headspace centres or Aboriginal Community Controlled Health Services and will study for a Certificate IV in Mental Health.



Orygen – The National Centre of Excellence in Youth Mental Health was established in 2002. Orygen is widely regarded as one of the world's leading research organisations focusing on mental ill-health in young people. Orygen's work has driven a shift in services and treatments to focus on early intervention.

FGG funding will enable Orygen to design and implement a comprehensive place-based program of reform for research in North and West regions of Melbourne and extending into the Barwon region in Victoria. The program will include an intensive community education campaign primarily delivered by social media. It will be implemented in schools, tertiary institutions, Centrelink and key workplaces. Orygen estimates there are at least 100 suicides in this region each year, of which 20-30 occur in young people. Orygen hopes to achieve a 15% reduction in suicide rates in five years.



ReachOut Australia is the leading e-mental health service for young Australians aged 14-25 and was the world's first online mental health service when it was launched in 1998. The website receives more than 1.85 million visitors each year. ReachOut provides information, personal stories, peer support and self-help tools for young people, teachers and professionals.

Funding from FGG will be spent on investigating barriers to help seeking experienced by young people living in regional, remote and rural areas and then develop a tailored online service that will better meet the needs of this target group. It will benefit an estimated additional 77,000 young people and improve the user experience for 96,000 young people currently using ReachOut in remote and rural areas.



SANE Australia has almost 30 years experience in helping all Australians affected by mental illness lead a better life. It provides support, training and education.

FGG funding will support up to 50,000 young Australians affected by mental health problems every year through an Australia-wide interactive, multi-channel Help Centre.

The Help Centre will provide greater functionality for self-service and problem solving. Usage data will be utilised to continually adapt and refine the service as well as provide data to develop national policy to better support young Australians experiencing mental ill health, along with their family, friends and carers. Within 10 years, SANE hopes to see a reduction in suicide by 50% and an increase in help-seeking to 75%.

Corporate Governance Statement

The Board of Directors of Future Generation Global Investment Company Limited ('FGG' or 'the Company') is responsible for the corporate governance of the Company. The Board guides and monitors the business and affairs of the Company, on behalf of the shareholders by whom they are elected and to whom they are accountable.

The table below summaries the Company's compliance with the third edition of the ASX Corporate Governance Council's Principles and Recommendations.

Principle 1 - Lay solid foundations for management and oversight

	Corporate Governance Council recommendation	Compliance	Disclosure
1.1	<p>A listed entity should disclose:</p> <ul style="list-style-type: none"> a) the respective roles and responsibilities of its Board and management; and b) those matters expressly reserved to the Board and those delegated to management. 	Complies	<p>The Company's Board Policy sets out the specific responsibilities of the Board and the Investment Committee Charter provides details of responsibilities delegated to the Investment Committee. The role of the Board is to monitor and set the Company's strategic direction and charitable purpose. The Board is also responsible for the overall corporate governance of the Company as well as risk management and reporting.</p> <p>The Investment Committee is responsible for selecting fund managers with whom the Company will invest capital from time to time as well as any direct investments made by the Company from time to time and will generally manage the Company's Portfolio.</p> <p>The Company's Board Policy and Investment Committee Charter are contained in the Company's Corporate Governance Charter which is available on the Company's website.</p>
1.2	<p>A listed entity should:</p> <ul style="list-style-type: none"> a) undertake appropriate checks before appointing a person, or putting forward to security holders a candidate for election, as a director; and b) provide security holders with all material information in its possession relevant to a decision on whether or not to elect or re-elect a director. 	Complies	<p>The Company's Board Policy requires that when a vacancy arises on the Board, the Board takes into consideration (among other things); the skills experience of any proposed Director, the relevance and appropriateness of these skills, a comparison of the expertise and experience the proposed Director and members of the current Board and the results of any background checks undertaken. The Board will ensure that security holders are provided with all material information in its possession relevant to a decision on whether or not to elect or re-elect a director.</p> <p>The Company's Board Policy is contained in the Company's Corporate Governance Charter which is available on the Company's website.</p>

Corporate Governance Statement

	Corporate Governance Council recommendation	Compliance	Disclosure
1.3	A listed entity should have a written agreement with each director and senior executive setting out the terms of their appointment.	Complies	The terms of appointment have been recorded in a letter of appointment and are in accordance with the Company's constitution, the Corporations Act and Listing Rules.
1.4	The Company Secretary of a listed entity should be accountable directly to the Board, through the chair, on all matters to do with the proper functioning of the Board.	Complies	The Company Secretaries are directly accountable to the Board through the Chair.
1.5	<p>A listed entity should:</p> <ul style="list-style-type: none"> a) have a diversity policy which includes requirements for the Board or a relevant committee of the Board to set measurable objectives for achieving gender diversity and to assess annually both the objectives and the entity's progress in achieving them; b) disclose that policy or a summary of it; and c) disclose as at the end of each reporting period the measurable objectives for achieving gender diversity set by the Board or a relevant committee of the Board in accordance with the entity's diversity policy and its progress towards achieving them, and either: <ul style="list-style-type: none"> i. the respective proportions of men and women on the Board, in senior executive positions and across the whole organisation (including how the entity has defined "senior executive" for these purposes); or ii. if the entity is a "relevant employer" under the Workplace Gender Equality Act, the entity's most recent "Gender Equality Indicators", as defined in and published under that Act. 	Complies	<p>The Company has a Diversity Policy designed to support its commitment to diversity. The Company's Diversity Policy requires the Board to develop measurable objectives and strategy to meet the objectives of the Company's Diversity Policy, including ensuring 50% female representation on the Board at all times. The Board currently has more than 50% female representation.</p> <p>The Company's Diversity Policy is contained in the Company's Corporate Governance Charter which is available on the Company's website.</p> <p>The Company is not a relevant employer under the Workplace Gender Equality Act.</p>

Corporate Governance Statement

	Corporate Governance Council recommendation	Compliance	Disclosure
1.6	<p>A listed entity should:</p> <p>a) have and disclose a process for periodically evaluating the performance of the Board, its committees and individual Directors; and</p> <p>b) disclose, in relation to each reporting period, whether a performance evaluation was undertaken in the reporting period in accordance with that process.</p>	Complies / Will comply	<p>The process for periodically evaluating the performance of the Board is set out in the Company's Corporate Governance Charter.</p> <p>The Board is responsible for undertaking an annual performance evaluation of itself and its members in light of the Company's Corporate Governance Charter. A copy of the Company's Corporate Governance Charter is available on the Company's website.</p> <p>A Board performance evaluation was not undertaken during the current reporting period given the Company was not in operation for a full financial year. The Board intends to complete a review of its performance by 30 June 2017.</p>
1.7	<p>A listed entity should:</p> <p>a) have and disclose a process for periodically evaluating the performance of its senior executives; and</p> <p>b) disclose, in relation to each reporting period, whether a performance evaluation was undertaken in the reporting period in accordance with that process.</p>	Will comply	<p>The Company has a Chief Executive Officer. The process for periodically evaluating the performance of its executives is set out in the Company's Corporate Governance Charter. The performance of the Company's executives will be evaluated on an annual basis with the first evaluation to be completed by 30 June 2017.</p> <p>The business of the Company is managed by the Board in accordance with the Board Policy which is contained in the Company's Corporate Governance Charter and is disclosed on the Company's website.</p>

Corporate Governance Statement

Principle 2 - Lay solid foundations for management and oversight

	Corporate Governance Council recommendation	Compliance	Disclosure
2.1	<p>The Board of a listed entity should:</p> <p>a) have a nomination committee which:</p> <ol style="list-style-type: none"> i. has at least three members, a majority of whom are independent Directors; and ii. is chaired by an independent director, and disclose: iii. the charter of the committee; iv. the members of the committee; and v. as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or <p>b) if it does not have a nomination committee, disclose that fact and the processes it employs to address Board succession issues and to ensure that the Board has the appropriate balance of skills, knowledge, experience, independence and diversity to enable it to discharge its duties and responsibilities effectively.</p>	Complies	<p>Considering the fact that the Company does not intend to remunerate its Directors, the Company does not have a purpose for, and will not establish, a nomination committee and the Board will be responsible for the nomination of new Directors.</p> <p>The Board identifies suitable candidates to fill vacancies as they arise with consideration to the optimal mix of skills and diversity. The Board's selection process is outlined in the Board Policy, which is contained in the Company's Corporate Governance Charter which is available from the Company's website.</p>
2.2	<p>A listed entity should have and disclose a Board skills matrix setting out the mix of skills and diversity that the Board currently has or is looking to achieve in its membership.</p>	Complies	<p>The Company supports the appointment of Directors who bring a wide range of business, investment and professional skills and experience. The Company circulated a formal skills matrix during the current reporting period to evaluate the Directors skills in the following areas: Leading and Managing, Governance, Strategy, Finance and Audit, Risk Management, Investment Management, Communications and Issues Management and Community Engagement and Not for Profit Experience.</p> <p>The qualifications, skills, experience and expertise relevant to each Director in office at the date of the Annual Report and their attendance at Board and Committee meetings is included in the Financial Report.</p>

Corporate Governance Statement

	Corporate Governance Council recommendation	Compliance	Disclosure
2.3	<p>A listed entity should disclose:</p> <p>a) the names of the Directors considered by the Board to be independent Directors;</p> <p>b) if a director has an interest, position, association or relationship of the type described in Box 2.3 of the Corporate Governance Principles and Recommendations but the Board is of the opinion that it does not compromise the independence of the director, the nature of the interest, position, association or relationship in question and an explanation of why the Board is of that opinion; and</p> <p>c) the length of service of each director.</p>	Complies	<p>The Board is comprised of 6 members, 5 of whom are considered to be independent.</p> <ul style="list-style-type: none"> - Belinda Hutchinson AM (Chair) – Independent - Susan Cato – Independent - Karen Penrose - Independent - Sarah Morgan – Independent - Frank Casarotti – Independent - Geoff Wilson – Not Independent <p>The Company has disclosed the interests of the current Directors in the Annual Report. The appointment date of each Director will be shown in the Directors’ report in each Financial Report.</p>
2.4	A majority of the Board of a listed entity should be independent Directors.	Complies	The Board is comprised of 6 members, 5 of whom are considered to be independent. See section 2.3 above.
2.5	The chair of the Board of a listed entity should be an independent director and, in particular, should not be the same person as the CEO of the entity.	Complies	Belinda Hutchinson is the Chair of the Board and is independent and is not a CEO. Louise Walsh is employed as the CEO of the Company.
2.6	A listed entity should have a program for inducting new Directors and provide appropriate professional development opportunities for Directors to develop and maintain the skills and knowledge needed to perform their role as Directors effectively.	Complies	Under the Company’s Board Policy the Company Secretary is responsible for arranging for a new Director to undertake an induction program, including ensuring that they gain an understanding of their rights, duties and responsibilities as a Director. The contents of the induction policy are outlined in the Company’s Board policy, which is contained in the Company’s Corporate Governance Charter which is available on the Company’s website.

Corporate Governance Statement

Principle 3 - Act ethically and responsibly

	Corporate Governance Council recommendation	Compliance	Disclosure
3.1	<p>A listed entity should:</p> <p>a) have a code of conduct for its Directors, senior executives and employees; and</p> <p>b) disclose that code or a summary of it.</p>	Complies	<p>The Company has adopted a formal Code of Conduct. This is incorporated into the Company's Corporate Governance Charter. The Company requires all its Directors and Executives to comply with the standards of behaviour and business ethics in accordance with the law and the code of conduct. These include acting honestly and with integrity and fairness in all dealings. The Company's Corporate Governance Charter is available on the Company's website.</p>

Principle 4 - Safeguard integrity in corporate reporting

	Corporate Governance Council recommendation	Compliance	Disclosure
4.1	<p>The Board of a listed entity should:</p> <p>(a) have an audit committee which:</p> <p>(i) has at least three members, all of whom are non-executive Directors and a majority of whom are independent Directors; and</p> <p>(ii) is chaired by an independent director, who is not the chair of the Board, and disclose:</p> <p>(iii) the charter of the committee;</p> <p>(iv) the relevant qualifications and experience of the members of the committee; and</p> <p>(v) in relation to each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have an audit committee, disclose that fact and the processes it employs that independently verify and safeguard the integrity of its corporate reporting, including the processes for the appointment and removal of the external auditor and the rotation of the audit engagement partner.</p>	Complies	<p>The Company has an Audit and Risk Committee to provide assistance to the Board in fulfilling its responsibilities in relation to the Company's financial reporting, internal control structure, risk management systems, and the external audit function. The members of the Audit and Risk Committee are:</p> <ul style="list-style-type: none"> - Karen Penrose (Chair) – Independent; - Belinda Hutchinson – Independent; - Sarah Morgan – Independent; and - Geoff Wilson – Not Independent. <p>The Audit and Risk Committee Charter requires the Chair of the Audit and Risk Committee to be independent.</p> <p>Details of the Directors' qualifications and their membership and attendance at Audit and Risk Committee meetings are set out in the Directors' Report contained in the Financial Report.</p> <p>A copy of the Audit & Risk Committee Charter is available on the Company's website. The Audit and Risk Committee Charter is included in the Company's Corporate Governance Charter and is available on the Company's website.</p>

Corporate Governance Statement

	Corporate Governance Council recommendation	Compliance	Disclosure
4.2	The Board of a listed entity should, before it approves the entity's financial statements for a financial period, receive from its CEO and CFO a declaration that, in their opinion, the financial records of the entity have been properly maintained and that the financial statements comply with the appropriate accounting standards and give a true and fair view of the financial position and performance of the entity and that the opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.	Complies	The Company's external accountant furnishes written confirmation to the Board that the Company's financial reports present a true and fair view, in all material respects, of the Company's financial condition and operational results and are in accordance with relevant accounting standards; and that this statement is founded on a sound system of risk management and internal compliance and control which implements the policies adopted by the Board.
4.3	A listed entity that has an AGM should ensure that its external auditor attends its AGM and is available to answer questions from security holders relevant to the audit.	Complies	The external auditors are requested to attend each AGM and are available to answer shareholders' questions regarding the conduct of the audit and preparation of the auditor's report.

Principle 5 - Make timely and balanced disclosure

	Corporate Governance Council recommendation	Compliance	Disclosure
5.1	A listed entity should: <ul style="list-style-type: none"> (a) have a written policy for complying with its continuous disclosure obligations under the Listing Rules; and (b) disclose that policy or a summary of it. 	Complies	<p>The Company has adopted a Continuous Disclosure Policy designed to promote transparency and investor confidence and ensure that all interested parties have an equal opportunity to obtain information which is issued by the Company.</p> <p>The Company's Continuous Disclosure Policy is contained in the Company's Corporate Governance Charter which is available on the Company's website.</p>

Corporate Governance Statement

Principle 6 - Respect the rights of security holders

	Corporate Governance Council recommendation	Compliance	Disclosure
6.1	A listed entity should provide information about itself and its governance to investors via its website.	Complies	The Company's Corporate Governance Charter is available on the Company's website.
6.2	A listed entity should design and implement an investor relations program to facilitate effective two-way communication with investors.	Complies	The Company is committed to: <ul style="list-style-type: none"> - ensuring that shareholders and the financial markets are provided with full and timely information about the Company's activities in a balanced and understandable way through the annual and half yearly reports, investor presentations, ASX releases, general meetings and the Company's website; - complying with continuous disclosure obligations contained in the applicable ASX Listing Rules and the Corporations Act in Australia; and - encouraging shareholder participation at general meetings.
6.3	A listed entity should disclose the policies and processes it has in place to facilitate and encourage participation at meetings of security holders.	Complies	The Board encourages full participation of shareholders at the Company's AGM's and any other general meetings to ensure a high level of accountability and identification with the Company's strategy. The external auditor is invited to attend each AGM and will be available to answer any questions concerning the conduct, preparation and content of the auditor's report.
6.4	A listed entity should give security holders the option to receive communications from, and send communications to, the entity and its security registry electronically.	Complies	The Company's registry, Boardroom Pty Limited will provide the option for shareholders to receive and send communications electronically.

Corporate Governance Statement

Principle 7 - Recognise and manage risk

	Corporate Governance Council recommendation	Compliance	Disclosure
7.1	<p>The Board of a listed entity should:</p> <p>(a) have a committee or committees to oversee risk, each of which:</p> <p>(i) has at least three members, a majority of whom are independent Directors; and</p> <p>(ii) is chaired by an independent director, and disclose:</p> <p>(iii) the charter of the committee;</p> <p>(iv) the members of the committee; and</p> <p>(v) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have a risk committee or committees that satisfy (a) above, disclose that fact and the processes it employs for overseeing the entity's risk management framework.</p>	Complies	<p>The Company has an Audit and Risk Committee to provide assistance to the Board in fulfilling its responsibilities in relation to, among other things, the Company's risk management systems. The initial members of the Audit and Risk Committee are:</p> <ul style="list-style-type: none"> - Karen Penrose (Chair) – Independent; - Belinda Hutchinson - Independent; - Sarah Morgan - Independent; and - Geoff Wilson – Not Independent. <p>Three of the four initial members are independent. The Audit and Risk Committee Charter requires the Chair of the Audit and Risk Committee to be independent.</p> <p>Details of the Directors' qualifications and their membership and attendance at Audit and Risk Committee meetings are set out in the Directors' Report contained in the Annual Report.</p> <p>The Audit and Risk Committee Charter is included in the Company's Corporate Governance Charter and is available on its website.</p>
7.2	<p>The Board or a committee of the Board should:</p> <p>(a) review the entity's risk management framework at least annually to satisfy itself that it continues to be sound; and</p> <p>(b) disclose, in relation to each reporting period, whether such a review has taken place.</p>	Complies	<p>The Audit and Risk Committee reviews the adequacy and effectiveness of the Company risk management framework by gaining assurances that major risks have been identified and are appropriately managed. The Audit and Risk Committee also oversees market risk protocols and ensures the Investment Committee complies with the asset allocation restrictions.</p>
7.3	<p>A listed entity should disclose:</p> <p>(a) if it has an internal audit function, how the function is structured and what role it performs; or</p> <p>(b) if it does not have an internal audit function, that fact and the processes it employs for evaluating and continually improving the effectiveness of its risk management and internal control processes.</p>	Complies	<p>As a listed investment company managing a single portfolio of investments with limited operational complexity, the Company does not believe it requires an internal audit function. The Board works closely with the fund managers and service providers from time to time to identify and manage operational, financial and compliance risks which could prevent the Company from achieving its objectives.</p>

Corporate Governance Statement

	Corporate Governance Council recommendation	Compliance	Disclosure
7.4	A listed entity should disclose whether it has any material exposure to economic, environmental and social sustainability risks and, if it does, how it manages or intends to manage those risks.	Complies	A summary of risks including foreign exchange, interest rate, credit and liquidity are included in Note 3 of the Financial Report.

Principle 8 - Remunerate fairly and responsibly

	Corporate Governance Council recommendation	Compliance	Disclosure
8.1	<p>The Board of a listed entity should:</p> <p>(a) have a remuneration committee which:</p> <ul style="list-style-type: none"> (i) has at least three members, a majority of whom are independent Directors; and (ii) is chaired by an independent director, and disclose: (iii) the charter of the committee; (iv) the members of the committee; and (v) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or <p>(b) if it does not have a remuneration committee, disclose that fact and the processes it employs for setting the level and composition of remuneration for Directors and senior executives and ensuring that such remuneration is appropriate and not excessive.</p>	Complies	<p>The Company does not remunerate its Directors and has one employee being the Chief Executive Officer. The Company does not have a need for a remuneration committee. The Board as a whole considers the issue of remuneration.</p> <p>The details of the remuneration paid to Directors and Officers is included in the Remuneration Report section of the Financial Report.</p>
8.2	A listed entity should separately disclose its policies and practices regarding the remuneration of non-executive Directors and the remuneration of executive Directors and other senior executives.	Complies	<p>The Company has only one paid senior executive. The remuneration of the Chief Executive Officer is considered by the Board.</p> <p>Given the charitable nature of the Company, the Directors have foregone the receipt of fees.</p>

Corporate Governance Statement

	Corporate Governance Council recommendation	Compliance	Disclosure
8.3	<p>A listed entity which has an equity-based remuneration scheme should:</p> <ul style="list-style-type: none"> (a) have a policy on whether participants are permitted to enter into transactions (whether through the use of derivatives or otherwise) which limit the economic risk of participating in the scheme; and (b) disclose that policy or a summary of it. 	Not applicable	The Company does not have an equity-based remuneration scheme.

Directors' Report To Shareholders

For the period ended 30 June 2016

The Directors present their report together with the financial report of Future Generation Global Investment Company Limited for the period from 28 May 2015 (date of incorporation) to 30 June 2016.

Principal activity

The principal activity of the Company is to provide diversified exposure to global equities while also helping to improve the lives of young Australians affected by mental health issues.

The Company invests its capital with fund managers who have agreed to provide their services for 0.0% management fees and 0.0% performance fees. The pro bono support of the fund managers, the Board of Directors and service providers means an amount equal to 1.0% of the Company's average monthly net tangible assets for the relevant financial year can be donated as a source of funding for Australian children and youth mental health charities.

There was no significant change in the nature of the activity of the Company during the period.

Operating and financial review

Investment operations over the period resulted in an operating profit before tax, and before realised and unrealised investment movements, of \$6.07 million. The net result after tax and before realised and unrealised investment movements was a profit of \$4.48 million. The Company's investment portfolio decreased 2.8% while the MSCI AC World Index (AUD) fell 1.6%.

The Net Tangible Asset after tax for each share as at 30 June 2016 amounted to \$1.06 per share. The Net Tangible Asset before tax was \$1.04 per share.

At 30 June 2016, the Company's investment portfolio was invested with its fund managers in the underlying funds. The allocation to the managers has been structured to provide a spread between three broad equity strategies: long equities, absolute bias and quantitative strategies. The Company was 54.2% long equities, 30.3% absolute bias, 6.2% quantitative strategies and 9.3% cash as at 30 June 2016.

Further information on the Company's portfolio is contained in the Investment Committee Report on page 3 of the Financial Report.

Initial public offering

During the period ended 30 June 2016, the Company concluded its initial public offering in accordance with the Replacement Prospectus dated 9 July 2015. The Company raised \$302.1 million by the issue of 274,672,166 ordinary fully paid shares at an issue price of \$1.10 per share and 274,672,166 attaching options exercisable at \$1.10 per option on or before 15 September 2017. At the end of the period, 1,702,218 shares had been allotted from the exercise of options.

The Company was registered with the Australian Securities and Investments Commission (ASIC) on 28 May 2015 and commenced operations on 10 September 2015.

Financial position

The net asset value of the Company as at 30 June 2016 was \$292.52 million. Further information on the financial position of the Company is contained in the Chairman and Chief Executive Officer's Letter on pages 1 to 2 of the Financial Report.

Dividends paid or recommended

Since period end, the Board declared a final dividend of 1.0 cent per share fully franked to be paid on 31 October 2016.

Directors' Report To Shareholders

For the period ended 30 June 2016

Directors

The following persons were Directors of the Company during the financial period and up to the date of this report:

- Belinda Hutchinson AM, Chairman (appointed 28 May 2015)
- Susan Cato, Non-Executive Director (appointed 3 June 2015)
- Karen Penrose, Non-Executive Director (appointed 3 June 2015)
- Sarah Morgan, Non-Executive Director (appointed 20 June 2015)
- Frank Casarotti, Non-Executive Director (appointed 28 May 2015)
- Geoff Wilson, Non-Executive Director (appointed 28 May 2015)

Information on Directors

BELINDA HUTCHINSON (CHAIRMAN)

Experience and expertise

Belinda Hutchinson is the Chancellor of the University of Sydney. Her executive career includes her role as an Executive Director of Macquarie Group where she was the Head of Macquarie Equity Capital Markets. Prior to this Belinda was a Vice President of Citibank in project and corporate finance and was the Head of the Financial Institutions Group in Australia. Belinda commenced her career working for Andersen Consulting in Australia and the USA. Belinda is a Fellow of the Institute of Chartered Accountants in Australia and the Australian Institute of Company Directors (AICD).

Belinda Hutchinson has been Chairman of the Company since May 2015.

Other current directorships

Belinda Hutchinson is currently Chairman of Thales Australia Limited, a Director of AGL Energy (appointed December 2010) and Australian Philanthropic Services.

Former directorships in the last 3 years

Belinda Hutchinson is a former Chairman of QBE Insurance Group (July 2010 to March 2014).

Special responsibilities

Member of the Audit and Risk Committee.

Interests in shares of the Company

Details of Belinda Hutchinson's interests in shares and options of the Company are included later in this report.

Interests in contracts

Belinda Hutchinson has no interests in contracts of the Company.

Directors' Report To Shareholders

For the period ended 30 June 2016

SUSAN CATO (NON-EXECUTIVE DIRECTOR)

Experience and expertise

Susan Cato has worked on business-critical issues and corporate activity for Australian and international corporations and entities for well over two decades. With a background in politics and having co-founded and then sold one of Australia's earliest corporate affairs companies to international interests, Susan established Cato Counsel in 2003. Cato Counsel is a corporate communications company providing high-level strategic transaction support and public and corporate affairs advice. The firm is recognised as one of Australia's leading issues management providers having managed some of the largest issues confronting corporate Australia. Susan is a regular panellist on ABC TV's The Drum. She is also a commentator on business issues and current affairs for the national media.

Susan Cato has been a Director of the Company since June 2015.

Other current directorships

Susan Cato is a board member of Carriageworks and an advisory board member of Sydney Contemporary.

Former directorships in the last 3 years

Susan Cato has not resigned as a Director from any listed companies within the last three years.

Special responsibilities

None

Interests in shares of the Company

Details of Susan Cato's interests in shares and options of the Company are included later in this report.

Interests in contracts

Susan Cato has no interests in contracts of the Company.

KAREN PENROSE (NON-EXECUTIVE DIRECTOR)

Experience and expertise

Karen Penrose has a strong background and experience in business, finance and investment banking in both the banking and corporate sectors. Her prior executive career includes 20 years with Commonwealth Bank of Australia and HSBC and, over the eight years to early 2014, Chief Financial Officer and Chief Operating Officer roles with two ASX listed companies.

Karen Penrose has been a Director of the Company since June 2015.

Other current directorships

Karen Penrose is a Director of Vicinity Centres Limited (appointed April 2014), AWE Limited (appointed August 2013), Spark Infrastructure Group (appointed October 2014), Bank of Queensland Limited (appointed November 2015) and Landcom (operating as UrbanGrowth NSW).

Former directorships in the last 3 years

Karen Penrose was Deputy Chairman of Silver Chef Limited until February 2015 and is a former Director of Novion Limited.

Special responsibilities

Chair of the Audit and Risk Committee.

Interests in shares of the Company

Details of Karen Penrose's interests in shares and options of the Company are included later in this report.

Interests in contracts

Karen Penrose has no interests in contracts of the Company.

Directors' Report To Shareholders

For the period ended 30 June 2016

SARAH MORGAN (NON-EXECUTIVE DIRECTOR)

Experience and expertise

Sarah is an experienced corporate financial advisor. Her previous executive roles included 16 years with independent corporate advisory firm Grant Samuel. Sarah is a member of the Australian Institute of Company Directors (AICD) and Australasian Institute of Mining and Metallurgy (AusIMM)

Sarah Morgan has been a Director of the Company since June 2015.

Other current directorships

Sarah Morgan is currently a non-executive Director of Hansen Technologies Limited (appointed October 2014) and Adslot Limited (appointed January 2015) and is a non-executive Director of Hong Kong based Luxe City Guides.

Former directorships in the last 3 years

None

Special responsibilities

Member of the Audit and Risk Committee.

Interests in shares of the Company

Details of Sarah Morgan's interests in shares and options of the Company are included later in this report.

Interests in contracts

Sarah Morgan has no interests in contracts of the Company.

FRANK CASAROTTI (NON-EXECUTIVE DIRECTOR)

Experience and expertise

Frank Casarotti joined Magellan Financial Group in March 2007. Prior to Magellan, Frank held a senior distribution management role at Colonial First State (a wholly-owned subsidiary of Commonwealth Bank), one of Australia's largest and most successful investment and platform administration companies. Frank began his career at Australian Eagle Insurance Group in 1979, later joining Colonial First State (then known as First State Fund Managers) as its Queensland State Manager in 1992 and relocating to Sydney to take up the role of Head of Adviser Distribution in 2001. During his fourteen years with the Colonial Group, Frank was a significant contributor to the strategy that resulted in growth in funds under management and administration from \$800 million to over \$100 billion in 2007. His role at Colonial extended from the promotion of Colonial's asset management business capability to its entry into the platform market - with the extremely successful launch of FirstChoice in 2002.

Frank Casarotti has been a Director of the Company since May 2015.

Other current directorships

None

Former directorships in the last 3 years

None

Special responsibilities

None.

Interests in shares of the Company

Details of Frank Casarotti's interests in shares and options of the Company are included later in this report.

Interests in contracts

Details of Frank Casarotti's interest in contracts of the Company are included later in this report.

Directors' Report To Shareholders

For the period ended 30 June 2016

GEOFF WILSON (NON-EXECUTIVE DIRECTOR)

Experience and expertise

Geoff Wilson has over 36 years experience in the Australian and international securities industries. He is a fellow of the Australian Institute of Company Directors (AICD) and a Fellow of the Financial Services Institute of Australasia (FINSIA).

Geoff Wilson has been a Director of the Company since May 2015.

Other current directorships

Geoff is currently Chairman of WAM Capital Limited (appointed March 1999), WAM Research Limited (appointed June 2003), WAM Active Limited (appointed July 2007), WAM Leaders Limited (appointed March 2016) and the Australian Stockbrokers Foundation. He is the founder and a Director of Future Generation Investment Company Limited (appointed July 2014) and a Director of Australian Leaders Fund Limited (appointed October 2003), Clime Capital Limited (appointed November 2003), Global Value Fund Limited (appointed April 2014), Century Australia Investments Limited (appointed September 2014), Incubator Capital Limited (appointed February 2000), Sporting Chance Cancer Foundation, Australian Fund Managers Foundation, Odyssey House McGrath Foundation, Australian Children's Music Foundation and he is a member of the Second Bite NSW Advisory Committee. He is also founder and Director of investment management companies Wilson Asset Management (International) Pty Limited and MAM Pty Limited.

Former directorships in the last 3 years

Geoff Wilson has not resigned as a Director from any listed companies within the last three years.

Special responsibilities

Member of the Audit and Risk and Investment Committees.

Interests in shares of the Company

Details of Geoff Wilson's interests in shares and options of the Company are included later in this report.

Interests in contracts

Details of Geoff Wilson's interest in contracts of the Company are included later in this report.

Company Secretaries

The following persons held the position of Company Secretary at the end of the financial period:

MARK LICCIARDO

Mark Licciardo is Managing Director of Mertons Corporate Services Pty Limited which provides company secretarial and corporate governance consulting services to ASX listed and unlisted public and private companies. Prior to establishing Mertons, Mark was Company Secretary of the Transurban Group (2004-07) and Australian Foundation Investment Company Limited (1997-04). Mark has also had an extensive commercial banking career with the Commonwealth Bank and State Bank Victoria. Mark is a former Chairman of the Chartered Secretaries Australia (CSA) in Victoria, a fellow of CSA, a member of the Australian Institute of Company Directors (AICD) and a Director of several public and private companies. Mark was appointed Company Secretary of the Company in May 2015.

KATE THORLEY

Kate has over 10 years' experience in the funds management industry and more than 15 years of financial accounting and corporate governance experience. Kate is the Chief Executive Officer of Wilson Asset Management (International) Pty Limited, Director of WAM Active Limited (appointed July 2014), WAM Research Limited (appointed August 2014), WAM Leaders Limited (appointed March 2016), WAM Capital Limited (appointed August 2016) and Future Generation Investment Company Limited (appointed April 2015). Kate is also the Company Secretary of WAM Capital Limited. She holds a Bachelor of Commerce, a Graduate Diploma in Applied Finance and Investment, a Graduate Diploma of Applied Corporate Governance and is a fully qualified CPA. She is a member of the Australian Institute of Company Directors and of the Financial Services Institute of Australasia. Kate was appointed Company Secretary of the Company in May 2015.

Directors' Report To Shareholders

For the period ended 30 June 2016

Members of the Investment Committee

The experience and qualifications of the members of the Investment Committee at the end of the financial period are set out below:

AMANDA GILLESPIE (CHAIRMAN)

Amanda has 19 years of investment experience and since joining Lonsec in 2000, she has played a key role in building out Lonsec's research and portfolio construction capabilities. In her current role, Amanda has joint responsibility for the overall management of Lonsec Fiscal Holdings, a privately owned Australian company with a multi-brand strategy of providing leading investment and superannuation research and data, portfolio construction services, investment execution and administration services. Amanda is also CEO Lonsec Fiscal Holding, with responsibility for delivering research and ratings on more than 800 managed funds, specialised products and ETFs.

Previously, Amanda held the position of Head of Investment Consulting at Lonsec from 2005 to 2011. Prior to joining Lonsec, Amanda spent six years at BT Funds Management where she was a Research Analyst within the International Equities team and also held an Analytical/Portfolio management role within the BT Tactical Asset Allocation team.

AMAN RAMRAKHA

Aman is an Executive Manager at the Commonwealth Bank of Australia. Aman is responsible for the research function within Wealth Management Advice Business which encompasses Commonwealth Financial Planning, Financial Wisdom, Count Financial and BW Financial Advice.

Since 2007 Aman has been a member of the CBA Advice Business Investment Committee(s) and is primarily responsible for the Investment Research function across the business. In a prior role, Aman was responsible for constructing investment portfolios for high net worth individuals.

Aman has over 20 years financial services experience and has held technical, consulting and advisory roles at BT Financial Group, Colonial First State, KPMG and the Commonwealth Private Bank. Aman holds a Bachelor of Commerce, majoring in Economics and Finance, a Graduate Diploma in Applied Finance and Investments and a Diploma of Financial Planning.

SEAN WEBSTER

Sean has over 18 years experience in the Australian investment markets in Senior Investment Research roles. He is currently Manager, Research and Investment Strategy for AMP Financial Planning. Previously he was Research Manager with Australian Fund Monitors, a research and database house that specialises in absolute return and emerging funds, within a broad managed fund research function.

In his present role, Sean is responsible for conducting investment research and operational analysis of managed funds, monitoring fund performance and developing and communicating investment strategy. In previous roles Sean has worked with investment committees in portfolio construction both within asset classes as well as across asset classes.

Prior to joining Australian Fund Monitors, Sean was Investment Manager for a Fund-of-Funds and Head of Investment Research for two financial planning groups. Sean holds a Master of Arts from Clark University in the United States and is CFA charter-holder.

CHRIS DONOHOE

Chris joined the Investment Committee in May 2016, after serving as the Co-CEO in the Company's inaugural year. Chris is the founder of Seed Partnerships Pty Limited. He has CEO experience in funds management and considerable experience in the initiation, capital raising and management of Listed Investment Companies. Prior to forming Seed Partnerships Pty Limited, Chris was the CEO, Director and Compliance Committee Member at PM CAPITAL Limited. He was also the CEO and Director of the PM CAPITAL Global Opportunities Fund Limited and PM CAPITAL Asian Opportunities Fund Limited. Prior to a 14-year career in funds management, Chris gained several years' experience trading in the derivatives and bond markets. Chris is a Graduate of the Australian Institute of Company Directors. He holds a Masters of Business in Finance, majoring in Funds Management, from the University of Technology, Sydney.

GEOFF WILSON

Geoff Wilson is also a Director. Please refer to page 26 of the Directors' Report for details of Geoff's experience and qualifications.

Directors' Report To Shareholders

For the period ended 30 June 2016

Remuneration Report (Audited)

The responsibility of the Company's remuneration policy rests with the Board. Given the size of the Company, its charitable nature, the fact that the Company does not have any employees (other than the Directors and Chief Executive Officer) and has no intention to remunerate its Directors, no remuneration committee has been formed.

A) REMUNERATION OF DIRECTORS AND OTHER KEY MANAGEMENT PERSONNEL

The Chair and the Directors have agreed to waive their Directors' fees.

For the financial period 2016 and going forward, no Directors' fees will be paid.

In May 2015, Louise Walsh and Chris Donohoe agreed to provide their services as executive officers during the establishment and development of the Company. In consideration for providing these services, Louise Walsh and Seed Partnerships, an entity associated with Chris Donohoe, were each remunerated by Wilson Asset Management (International) Pty Limited for these initial executive services. For further details, please refer to section (b) below.

On 5 May 2016, Chris Donohoe became a member of the Investment Committee and resigned as Chief Executive Officer. Louise Walsh was formally appointed as Chief Executive Officer of the Company with effect from 5 May 2016 and her initial term is until 7 March 2019. From 1 July 2016, an entity associated with Louise will be paid by the Company \$100,000 (plus GST) per annum for providing her services as an executive officer. There were no other changes to the Company's key management personnel during the period.

B) DIRECTOR RELATED ENTITIES REMUNERATION

Except as noted below, all transactions with related entities were made on normal commercial terms and conditions and at market rates.

Frank Casarotti is General Manager - Distribution of Magellan Asset Management Limited which is the Responsible Entity of the Magellan Global Fund. Magellan Asset Management Limited is a fund manager for the Company and has agreed to forgo all management and performance fees on the funds managed on behalf of the Company. Notwithstanding Frank's interest in contracts with the Company, he is considered to be independent.

Wilson Asset Management (International) Pty Limited provided initial management services, some company secretarial services, financial reporting, investor relations and marketing for the Company at no cost and waived the stamping fees it was entitled to as a Licensed Dealer to the Offer. Wilson Asset Management (International) Pty Limited also remunerated Louise Walsh (Chief Executive Officer) and Seed Partnerships, an entity associated with Chris Donohoe (former Chief Executive Officer) \$80,000 (inclusive of superannuation) and \$80,000 (inclusive of GST) respectively for providing initial executive services. Wilson Asset Management (International) Pty Limited is an entity associated with Geoff Wilson.

C) EQUITY INSTRUMENTS DISCLOSURES OF DIRECTORS, OTHER KEY MANAGEMENT PERSONNEL AND RELATED PARTIES

As at the date of this report, the Company's Directors, other key management personnel and their related parties held the following interests in the Company:

Director	Ordinary Shares	Options
Belinda Hutchinson	909,090	909,090
Susan Cato	91,001	91,001
Karen Penrose	25,000	25,000
Sarah Morgan	90,909	90,909
Frank Casarotti	50,000	50,000
Geoff Wilson	3,695,724	3,010,000

Directors' Report To Shareholders

For the period ended 30 June 2016

Remuneration Report (Audited) (Continued)

C) EQUITY INSTRUMENTS DISCLOSURES OF DIRECTORS, OTHER KEY MANAGEMENT PERSONNEL AND RELATED PARTIES (CONTINUED)

Other Key Management Personnel	Ordinary Shares	Options
Louise Walsh	100,000	100,000
Chris Donohoe	10,000	200,000

Directors, other key management personnel and director related entities disposed of and acquired ordinary shares and options in the Company on the same terms and conditions available to other shareholders. The Directors have not, during or since the end financial period, been granted options over unissued shares or interests in shares of the Company as part of their remuneration.

For further details, please refer to Note 20 of the financial statements.

- End of Remuneration Report -

DIRECTORS' MEETINGS

Director	No. eligible to attend	Attended
Belinda Hutchinson	5	4 ⁺¹
Susan Cato	5	5
Karen Penrose	5	5 ⁺¹
Sarah Morgan	5	5
Frank Casarotti	5	5
Geoff Wilson	5	5

⁺¹Had delegated authority from the Board to attend an additional meeting to accept the final version of the Appendix 4D.

AUDIT AND RISK COMMITTEE MEETINGS

The main responsibilities of the Audit and Risk Committee are set out in the Corporate Governance Statement on page 16 of the Financial Report.

Director	No. eligible to attend	Attended
Belinda Hutchinson	2	2
Karen Penrose	2	2
Sarah Morgan	2	2
Geoff Wilson	2	2

INVESTMENT COMMITTEE MEETINGS

Investment Committee Member	No. eligible to attend	Attended
Amanda Gillespie	4	4
Aman Ramrakha	4	4
Sean Webster	4	4
Geoff Wilson	4	4
Chris Donohoe (appointed 5 May 2016)	1	1

Directors' Report To Shareholders

For the period ended 30 June 2016

AFTER BALANCE DATE EVENTS

Since year end the Directors declared a final dividend of 1.0 cent per share fully franked to be paid on 31 October 2016.

No other matter or circumstance has occurred subsequent to period end that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

FUTURE DEVELOPMENTS

The Company's future performance is dependent on the performance of the Company's investments. In turn, the performance of these investments is impacted by investee company-specific factors and prevailing industry conditions. In addition, a range of external factors including economic growth rates, interest rates, exchange rates and macro-economic conditions impact the overall equity market and these investments.

As such, we do not believe it is possible or appropriate to accurately predict the future performance of the Company's investments and, therefore, the Company's performance.

ENVIRONMENTAL REGULATION

The Company's operations are not regulated by any environmental regulation under a law of the Commonwealth or a State or Territory.

INDEMNIFICATION AND INSURANCE OF OFFICERS OR AUDITORS

During the financial period the Company paid a premium in respect of a contract insuring the Directors and Officers of the Company, the Company Secretary and any related body corporate against liability incurred as such by a Director, Officer or Secretary to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

No indemnities have been given or insurance premiums paid during or since the end of the financial period, for any person who is or has been an auditor of the Company.

PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the period.

NON-AUDIT SERVICES

During the period Pitcher Partners, the Company's auditor, did not perform any non-assurance services in addition to their statutory duties for the Company. Related entities of Pitcher Partners perform certain taxation services for the Company on a pro bono basis. Details of the amounts paid to the auditors are disclosed in Note 19 to the financial statements.

The Board of Directors, in accordance with advice from the Audit and Risk Committee, is satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The Directors are satisfied that the services disclosed in Note 19 did not compromise the external auditor's independence for the following reasons:

- all non-audit services are reviewed and approved by the Audit and Risk Committee prior to commencement to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- the nature of the services provided do not compromise the general principles relating to auditor independence in accordance with the APES 110: Code of Ethics for Professional Accountants set by the Accounting Professional and Ethical Standards Board.

Directors' Report To Shareholders

For the period ended 30 June 2016

ROUNDING OF AMOUNTS

The Company is of a kind referred to in ASIC Corporations Instrument 2016/191 issued by the ASIC, relating to the 'rounding off' of amounts in the Directors' Report. Amounts in the Directors' Report have been rounded off in accordance with that Class Order to the nearest thousand dollars, or in certain cases, to the nearest dollar.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out on page 32 of this Financial Report.

Signed in accordance with a resolution of the Board of Directors.



Belinda Hutchinson AM

Chairman

Dated in Sydney this 28th day of September 2016

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED
ABN 52 606 110 838**

In relation to the independent audit for the period ended 30 June 2016, I declare that to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001*;
and
- (ii) no contraventions of any applicable code of professional conduct.

This declaration is in respect of Future Generation Global Investment Company Limited.



S M WHIDDETT
Partner

PITCHER PARTNERS
Sydney

28 September 2016

Statement of Comprehensive Income

For the period ended 30 June 2016

	Notes	For the period 28 May 2015 - 30 June 2016
		\$'000
Investment income from ordinary activities		
Interest income		245
Distributions received		6,858
Investment management and performance fee rebates	7	2,202
Other income		143
		9,448
Expenses		
ASX listing fees		-
Share registry maintenance costs		-
Charity donation accrual	8	(2,420)
Net foreign exchange losses		(826)
Share registry transaction costs		(54)
ASX chess fees		(36)
Other expenses		(45)
		(3,381)
Profit before income tax		
		6,067
Income tax expense	9(a)	(1,587)
Profit after tax for the period		
		4,480
Other comprehensive loss		
<i>Items that will not be reclassified to profit or loss</i>		
Net unrealised losses on investments taken to equity, net of tax		(11,615)
Net realised losses on investments taken to equity, net of tax		(800)
Other comprehensive loss for the period, net of tax		
		(12,415)
Total comprehensive loss after tax for the period		
		(7,935)
Earnings per share for profit attributable to the ordinary equity holders of the Company:		
Basic earnings per share	26	2.21 cents
Diluted earnings per share	26	2.18 cents

The accompanying notes form part of these financial statements.

Statement of Financial Position

As at 30 June 2016

	Notes	30 June 2016
		\$'000
ASSETS		
Current assets		
Cash and cash equivalents	10	17,163
Trade and other receivables	11	6,198
Receivable for units redeemed		3,546
Other current assets		18
Total current assets		26,925
Non-current assets		
Financial assets at fair value through other comprehensive income	12	262,836
Deferred tax assets	13	7,266
Total non-current assets		270,102
Total assets		297,027
LIABILITIES		
Current liabilities		
Other payables	14	75
Charity donation accrual	8	2,420
Current tax liabilities		2,008
Total current liabilities		4,503
Non-current liabilities		
Deferred tax liabilities	15	1
Total non-current liabilities		1
Total liabilities		4,504
Net assets		292,523
EQUITY		
Issued capital	16(c)	300,458
Reserves	17(a)	(7,935)
Retained earnings	17(b)	-
Total equity		292,523

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the period ended 30 June 2016

	Note	Issued capital	Investment reserves	Profits reserves	Retained earnings	Total equity
		\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 28 May 2015		-	-	-	-	-
Net profit for the period		-	-	-	4,480	4,480
Other comprehensive loss for the period						
Other comprehensive loss, net of tax		-	(12,415)	-	-	(12,415)
		-	(12,415)	-	4,480	(7,935)
Transactions with owners:						
Contributions of equity, net of transaction costs and tax	16(a)	300,458	-	-	-	300,458
Transfer of profits reserve	17(a)	-	-	4,480	(4,480)	-
		300,458	-	4,480	(4,480)	300,458
Balance at 30 June 2016		300,458	(12,415)	4,480	-	292,523

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the period ended 30 June 2016

	Note	For the period 28 May 2015 - 30 June 2016
		\$'000
Cash flows from operating activities		
Interest received		239
Broker fees refunded for charity donation		55
Rebate income received		15
Payments for other expenses		(137)
Net cash provided by operating activities	24	172
Cash flows from investing activities		
Payments for financial assets		(291,118)
Proceeds from sale of financial assets		10,000
Net cash used in investing activities		(281,118)
Cash flows from financing activities		
Shares issued via initial public offering		302,139
Shares issued via the exercise of options		1,873
Cost of raising capital (gross of tax)		(5,077)
Net cash provided by financing activities		298,935
Net increase in cash and cash equivalents		17,989
Cash and cash equivalents at the beginning of the period		-
Effects of exchange rate changes on cash and cash equivalents		(826)
Cash and cash equivalents at the end of the period	10	17,163

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the period ended 30 June 2016

1. General information

Future Generation Global Investment Company Limited was incorporated in Australia on 28 May 2015.

The registered office of the Company is located at Level 11, 139 Macquarie Street, Sydney NSW 2000.

The financial report was authorised for issue on 28 September 2016 by the Board of Directors.

As this is the Company's first period of operations, there are no comparatives.

2. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. The financial statements are for the entity Future Generation Global Investment Company Limited.

(A) BASIS OF PREPARATION

These general purpose financial statements for the reporting period ended 30 June 2016 have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

Australian Accounting Standards set out the accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the Company's financial statements and notes also comply with International Financial Reporting Standards (IFRS) as issued by the IASB. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

Except for cash flow information, the financial statements have been prepared on an accruals basis, and are based on historical costs modified by the revaluation of selected non-current assets, financial assets for which the fair value basis of accounting has been applied.

(i) Adoption of new and revised accounting standards

Certain new and revised accounting standards and interpretations have been issued by the Australian Standards Board. The assessment of the Directors of the Company is that these new standards and interpretations will not have a material impact on the financial report of the Company.

(B) REVENUE RECOGNITION

(i) Investment income

Profits and losses realised from the sale of investments and unrealised gains and losses on securities held at fair value are included in the Statement of Comprehensive Income in the period they are incurred.

(ii) Interest income

Interest income is recognised using the effective interest method.

(iii) Trust distributions

Distributions are recognised as revenue when the right to receive payment is established.

(iv) Management and performance fee rebate income

Fee rebates are recognised in the Statement of Comprehensive Income on an accruals basis.

Notes to the Financial Statements

For the period ended 30 June 2016

2. Summary of significant accounting policies (continued)

(C) INVESTMENTS AND OTHER FINANCIAL ASSETS

Classification

(i) Financial assets at fair value through other comprehensive income

The Company has designated long-term investments in unlisted unit trusts as 'fair value through other comprehensive income'. All gains and losses on long-term investments and tax thereon are presented in other comprehensive income as part of the Statement of Comprehensive Income.

Recognition and derecognition

Purchases and sales of financial assets are recognised on trade-date - the date on which the Company commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

Measurement

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through other comprehensive income are directly attributable to the acquisition of the financial asset.

Subsequent changes in fair value for financial assets at fair value through other comprehensive income are recognised through the investment portfolio revaluation reserve after deducting a provision for the potential deferred capital gains tax liability as these investments are long-term holding of equity investments.

When an instrument held at fair value through other comprehensive income is disposed, the cumulative gain or loss, net of tax thereon, is transferred from the investment portfolio revaluation reserve to the investment portfolio realised gains/losses reserve.

Determination of Fair Value

AASB 13 Fair Value Measurement defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal, or in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

The Company's accounting policy on fair value is disclosed in Note 4.

The Board of Directors values the Company's investments in unlisted unit trusts using the unit prices derived from the unaudited net assets of the unlisted unit trusts.

(D) FOREIGN CURRENCY TRANSLATION

(i) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates (the functional currency). The financial statements are presented in Australian dollars, which is Future Generation Global Investment Company Limited's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss. They are deferred in equity if they are attributable to part of the net investment in a foreign operation.

Notes to the Financial Statements

For the period ended 30 June 2016

2. Summary of significant accounting policies (continued)

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. For example, translation differences on non-monetary assets such as equities classified as available-for-sale financial assets are recognised in other comprehensive income.

(E) INCOME TAX

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. The Board periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the interim financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(F) IMPAIRMENT OF ASSETS

Assets excluding investments are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value-in-use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

The amount of the impairment loss, if any, is recognised in the Statement of Comprehensive Income within other expenses.

(G) CASH AND CASH EQUIVALENTS

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents includes cash on hand and deposits held at call with financial institutions.

Notes to the Financial Statements

For the period ended 30 June 2016

2. Summary of significant accounting policies (continued)

(H) TRADE RECEIVABLES

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade and other receivables are generally due for settlement within 30 days. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

(I) TRADE AND OTHER PAYABLES

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial period which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(J) ISSUED CAPITAL

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.

(K) PROFITS RESERVE

A profits reserve has been created representing an amount allocated on a monthly basis from retained earnings that is preserved for future dividend payments.

(L) DIVIDENDS

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

In accordance with the *Corporations Act 2001*, the Company may pay a dividend where the Company's assets exceed its liabilities, the payment of the dividend is fair and reasonable to the Company's shareholders as a whole and the payment of the dividend does not materially prejudice the Company's ability to pay its creditors.

(M) EARNINGS PER SHARE

(i) Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Company, excluding any costs of servicing equity other than ordinary shares
- by the weighted average number of ordinary shares outstanding during the financial period, adjusted for bonus elements in ordinary shares issued during the period.

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares, and
- the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

(N) GOODS AND SERVICES TAX (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Notes to the Financial Statements

For the period ended 30 June 2016

2. Summary of significant accounting policies (continued)

(N) GOODS AND SERVICES TAX (GST) (CONTINUED)

Where applicable, the Company qualifies for Reduced Input Tax Credits (RITC) at a rate of at least 75%; hence fees for these services have been recognised in the Statement of Comprehensive Income net of the amount of GST recoverable from the taxation authority.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the Statement of Financial Position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

(O) ROUNDING OF AMOUNTS

The Company is of a kind referred to in ASIC Corporations Instrument 2016/191 issued by the ASIC, relating to the 'rounding off' of amounts in the Directors' Report. Amounts in the financial statements have been rounded off in accordance with that Class Order to the nearest thousand dollars, or in certain cases, the nearest dollar.

(P) FUNCTIONAL AND PRESENTATION CURRENCY

The functional and presentation currency of the Company is Australian dollars.

3. Financial risk management

The Company's activities expose it to a variety of financial risks: market risks (including foreign currency risk, price risk and interest rate risk), credit risk and liquidity risk. The Board of the Company has implemented a risk management framework to mitigate these risks.

(A) MARKET RISK

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

(i) Foreign exchange risk

Exposure

The Company holds both monetary and non-monetary assets denominated in currencies other than the Australian dollar. Foreign exchange risk arises as the value of monetary securities denominated in other currencies will fluctuate due to changes in exchange rates. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk not foreign exchange risk. However, the Company monitors the exposure on all foreign currency denominated assets and liabilities.

The Company does not hedge against its foreign exchange exposure, and consequently, the impact of foreign exchange movements are directly reflected within other comprehensive income.

The Board and Investment Committee formulate views on the future direction of foreign exchange rates and the potential impact on the Company and these are factored into its asset allocation decisions. While the Company has direct exposure to foreign exchange rate changes on the price of non Australian dollar-denominated investments, it may also be indirectly affected by the impact of foreign exchange rate changes on the earnings of certain funds in which the Company invests, even if those funds are denominated in Australian dollars. For that reason, the sensitivity analysis below may not necessarily indicate the total effect on the Company's equity of future movements in foreign exchange rates.

The table below summarises the Company's financial assets and liabilities, monetary and non-monetary, which are denominated in US dollars.

Notes to the Financial Statements

For the period ended 30 June 2016

3. Financial risk management (continued)

(A) MARKET RISK (CONTINUED)

(i) Foreign exchange risk (continued)

	30 June 2016
	\$'000
Cash and cash equivalents	13,278
Trade and other receivables	331
Receivable for units redeemed	3,546
Financial assets at fair value through other comprehensive income	41,217
	58,372

Sensitivity

The following table illustrates the sensitivities of the Company's monetary assets and liabilities to foreign exchange risk. The analysis is based on the assumption that the Australian dollar weakened and strengthened by 10% against the US dollar.

	Impact on net profit/(loss)	
	-10%	+10%
	\$'000	\$'000
30 June 2016	(1,716)	1,716

(ii) Price risk

Exposure

The Company is exposed to price risk on its investments in unlisted unit trusts. This arises from investments held by the Company and classified in the Statement of Financial Position as financial assets at fair value through other comprehensive income.

The Company seeks to manage and constrain market risk by diversification of the investment portfolio across a number of prominent global equity fund managers with a focus on three broad strategies – long equities, absolute bias and quantitative strategies.

Sensitivity

The following table illustrates the effect on the Company's equity from possible changes in other market risk that were reasonably possible based on the risk the Company was exposed to at reporting date, assuming a flat tax rate of 30 per cent:

Impact on other components of equity	30 June 2016
MSCI AC World Index (AUD)	\$'000
Change in variable +/-5%	9,199
Change in variable +/-10%	18,399

Other components of equity would increase/decrease as a result of gains/losses on financial assets at fair value through other comprehensive income.

Notes to the Financial Statements

For the period ended 30 June 2016

3. Financial risk management (continued)

(A) MARKET RISK (CONTINUED)

(iii) Cash flow and fair value interest rate risk

Exposure

The Company's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows.

The table below summarises the Company's exposure to interest rate risks. It includes the Company's assets and liabilities at fair values, categorised by the earlier of contractual repricing or maturity dates.

At 30 June 2016	Floating interest rate	Fixed interest rate	Non-interest bearing	Total
	\$'000	\$'000	\$'000	\$'000
Financial Assets				
Cash and cash equivalents	17,163	-	-	17,163
Trade and other receivables	-	-	9,744	9,744
Financial assets at fair value through other comprehensive income	-	-	262,836	262,836
	17,163	-	272,580	289,743
Financial Liabilities				
Trade and other payables	-	-	(75)	(75)
Charity donation accrual	-	-	(2,420)	(2,420)
	-	-	(2,495)	(2,495)
Net exposure	17,163	-	270,085	287,248

Sensitivity

Profit or loss is sensitive to higher/lower interest income from cash and cash equivalents as a result of changes in interest rates.

At 30 June 2016, if interest rates had increased by 100 basis points (bps) or decreased by 100 bps from the period end rates with all other variables held constant, post-tax profit for the period would have been \$120,000 higher/\$120,000 lower, mainly as a result of higher/lower interest income from cash and cash equivalents.

(B) CREDIT RISK

Credit risk is defined as the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the Statement of Financial Position and Notes to the Financial Statements.

Credit risk is managed as noted in Note 10 with respect to cash and cash equivalents and Note 11 for trade and other receivables. None of these assets are overdue or considered to be impaired.

Notes to the Financial Statements

For the period ended 30 June 2016

3. Financial risk management (continued)

(C) LIQUIDITY RISK

Liquidity risk is defined as the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Board and Investment Committee monitors the Company's cash-flow requirements in relation to the investing account taking into account upcoming dividends, tax payments and investing activity.

The Company's inward cash flows depend upon the level of distribution and interest revenue received and the exercise of options that may be on issue from time to time. Should these decrease by a material amount, the Company would amend its outward cash flows accordingly. As the Company's major cash outflows are the purchase of securities and dividends paid to shareholders, the level of both of these is managed by the Board and Investment Committee.

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities. The Company's cash is held at call which mitigates liquidity risk.

Maturities of financial liabilities

The following table analyses the Company's non-derivative financial liabilities into relevant maturity groupings based on their contractual maturities at period end.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

30 June 2016	Less than 1 month	1-12 months	Between 1 - 5 years	Total contractual undiscounted cash flows
	\$'000	\$'000	\$'000	\$'000
Non-derivatives				
Trade and other payables	75	-	-	75
Charity donation accrual	-	2,420	-	2,420
Current tax liabilities	-	2,008	-	2,008
Total non-derivatives	75	4,428	-	4,503

4. Fair value measurements

The Company measures and recognises financial assets at fair value through other comprehensive income on a recurring basis.

The Company has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

(A) FAIR VALUE HIERARCHY

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy (consistent with the hierarchy applied to financial assets and financial liabilities):

- Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2:** Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3:** Inputs for the asset or liability that are not based on observable market data (unobservable inputs)

Notes to the Financial Statements

For the period ended 30 June 2016

4. Fair value measurements (continued)

(i) Recognised fair value measurements

The following table presents the Company's financial assets and liabilities measured and recognised at fair value at 30 June 2016 on a recurring basis.

At 30 June 2016	Level 1	Level 2	Level 3	30 June 2016
	\$'000	\$'000	\$'000	\$'000
Unlisted unit trusts	-	262,836	-	262,836
	-	262,836	-	262,836

There were no transfers between levels for recurring fair value measurements during the period.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

(ii) Disclosed fair values

For all financial instruments other than those measured at fair value their carrying value approximates fair value.

The carrying amounts of trade and other receivables and payables are assumed to approximate their fair values due to their short-term nature.

(B) VALUATION TECHNIQUES USED TO DETERMINE FAIR VALUE

Recurring fair value measurements

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

The Board of Directors values the Company's investments in unlisted unit trusts using the unit prices derived from the unaudited net assets of the unlisted unit trusts.

5. Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

CRITICAL ACCOUNTING ESTIMATES AND ASSUMPTIONS

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

Designation of investments as 'fair value through other comprehensive income'

The Company has designated its investments in unit trusts as 'fair value through other comprehensive income', which results in the fair value adjustments for the period being recognised directly in equity in the investment portfolio revaluation reserve, net of tax. Once an investment is sold, any cumulative gain or loss recognised attributable to that investment is transferred to the investment portfolio's realised gains/losses reserve.

6. Segment information

The Company has one reporting segment. The Company is engaged solely in investing in unlisted unit trusts and deriving income from cash and cash equivalents.

Notes to the Financial Statements

For the period ended 30 June 2016

7. Investment income from ordinary activities

The Company has invested in 22 unlisted unit trusts during the period and where available, has invested in unit classes that have zero management and performance fees. The unit trusts with a zero fee unit class are the Avenir Value Fund, IronBridge Global Focus Fund, Neuberger Berman Systematic Global Equity Trust and Tribeca Global Total Return Fund.

The remaining investments are in unit classes that charge management and performance fees. These fund managers rebate the fees charged. The aggregate management and performance fees rebated to the Company during the financial period were \$2.20 million.

The total management and performance fees forgone by the unit trusts with a zero fee unit class for the period amounted to \$0.39 million.

8. Charity donation accrual

The Company intends to donate a percentage of the Company's assets to Australian charities supporting children and youth mental health. The donation is accrued monthly and is based on the Company's average monthly net tangible assets. The accrual commenced at the end of September 2015, being the month the Company was admitted to the official list of ASX Limited.

	30 June 2016
	\$'000
Charity donation accrual	2,420

9. Income tax

(A) INCOME TAX EXPENSE

	For the period 28 May 2015 to 30 June 2016
	\$'000
Current income tax expense	2,008
Deferred tax liability	1
Deferred tax benefit	(422)
	1,587

(B) NUMERICAL RECONCILIATION OF INCOME TAX EXPENSE TO PRIMA FACIE TAX PAYABLE

Profit from continuing operations before income tax expense	6,067
Tax at the Australian tax rate of 30%	1,820
Franking credits on trust income received	(38)
Imputation gross up on trust income	11
Foreign tax credits on trust income received	(295)
Foreign tax credits gross up on trust income	89
	1,587

The effective tax rate is 26.16%.

The effective tax rate reflects the benefit to the Company of franking credits and withholding tax received on trust income.

With consideration of the Tax Transparency Code released in May 2016, the Company has voluntarily chosen to adopt Part A for disclosure in its financial report.

Notes to the Financial Statements

For the period ended 30 June 2016

9. Income tax (continued)

(C) AMOUNTS RECOGNISED DIRECTLY IN EQUITY

	For the period 28 May 2015 - 30 June 2016
	\$'000
Aggregate deferred tax arising in the reporting period and not recognised in net profit or loss or other comprehensive loss but directly credited to equity:	
Deferred tax: cost of raising capital	1,523
Aggregate deferred tax arising in the reporting period and directly credited to other comprehensive loss	5,321

(D) TAX EXPENSE RELATING TO ITEMS OF OTHER COMPREHENSIVE INCOME

Net unrealised losses on investments taken to equity	4,978
Net realised losses on investments taken to equity	343
	5,321

10. Current assets - Cash and cash equivalents

Cash at the end of the reporting period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	30 June 2016
	\$'000
Cash at call	17,163

The accounts are earning interest at fixed rates. Of the above cash amount, \$13,278 million (\$USD 9,887 million) is denominated in US Dollars.

Risk exposure

The Company's exposure to interest rate risk is discussed in Note 3. The maximum exposure to credit risk in relation to cash at the end of the reporting period is the carrying amount of cash at call.

Cash at call is with Australia and New Zealand Banking Group which is rated A-1+ by Standards & Poor's.

11. Current assets – Trade and other receivables

	30 June 2016
	\$'000
Distributions receivable	5,388
Interest receivable	6
GST receivable	2
Rebate income receivable	802
	6,198

Risk exposure

The maximum exposure to credit risk in relation to trade and other receivables at the end of the reporting period is the carrying amount of each class of receivables mentioned above.

Notes to the Financial Statements

For the period ended 30 June 2016

12. Non-current assets - Financial assets at fair value through other comprehensive income

	30 June 2016
	\$'000
Financial assets at fair value through other comprehensive income	262,836

During the period, the Company's investment in the CC Global Access SPC – Marsico Global Segregated Portfolio was partially redeemed and a subsequent application into the CC Marsico Global Fund was made. The fair value of the partial redemption was \$10 million. In addition, a full redemption out of the Optimal Japan Absolute Long Fund was made during the period. The fair value of this full redemption amounted to \$3.55 million. All allocations to the other fund managers remained constant over the period.

13. Non-current assets – Deferred tax assets

	30 June 2016
	\$'000
The balance comprises temporary differences attributable to:	
Net unrealised losses on financial assets at fair value through profit or loss	4,978
Net realised losses on investments	343
Capitalised costs of raising capital	1,218
Audit and tax fees	1
Charity fee accrued	726
	7,266

Movements:

28/05/2015	Opening balance	-
	Credited:	
	- to other comprehensive income	5,321
	- to profit or loss	422
	- to equity	1,523
30/06/2016	Closing balance	7,266

14. Current liabilities – Other payables

	30 June 2016
	\$'000
Other payables	75

Other payables are unsecured and are usually paid within 30 days of recognition. The carry amounts of other payables are assumed to be the same as their fair values, due to their short-term nature.

Notes to the Financial Statements

For the period ended 30 June 2016

15. Non-current liabilities – Deferred tax liabilities

	30 June 2016
	\$'000
Accrued income	1
	1

Movements:

28/05/2015	Opening balance	-
	Credited:	
	- to profit or loss	1
30/06/2016	Closing balance	1

16. Issued capital

(A) SHARE CAPITAL

	30 June 2016	30 June 2016
	Number '000	\$'000
Ordinary shares	276,374	300,458

(B) OTHER EQUITY

	30 June 2016
	Number '000
Options	272,970

(C) MOVEMENTS IN ORDINARY SHARE CAPITAL

		30 June 2016	30 June 2016
		Number '000	\$'000
28/05/2015	Opening balance	-	-
	Issue of shares	16(e) 274,672	302,139
	Exercise of options – proceeds received	16(f) 1,702	1,873
	Cost of raising capital (net of tax)	-	(3,554)
30/06/2016	Closing balance	276,374	300,458

(D) MOVEMENTS IN OPTIONS

		30 June 2016
		Number '000
28/05/2015	Opening balance	-
	Options issued	274,672
	Options exercised	(1,702)
30/06/2016	Closing balance	272,970

Notes to the Financial Statements

For the period ended 30 June 2016

16. Issued capital (continued)

(E) SHARE ISSUE

On 28 July 2015, the Company announced the lodgement of a Replacement Prospectus dated 9 July 2015 that sought to raise up to \$550 million under its Initial Public Offer ('IPO'). The Company raised \$302.1 million pursuant to the offer by the issue of 274,672,166 ordinary fully paid shares at an issue price of \$1.10 per share and 274,672,166 attaching options.

(F) OPTIONS

During the period, 274,672,166 options were issued under the Company's IPO to acquire fully paid ordinary shares, exercisable at \$1.10 per option. The options were allotted on 10 September 2015 and are currently trading on the ASX under the code FGGO.

As at 30 June 2016, 1,702,218 shares had been allotted from the exercise of options for a total consideration of \$1,872,440. 272,969,948 options remain unexercised and can be exercised at any time on or before 15 September 2017.

(G) CAPITAL MANAGEMENT

The Board's policy is to maintain an appropriate level of liquidity in the Company's shares. To achieve this, the Board of Directors monitor the monthly net tangible asset results and investment performance. The Company may undertake capital management initiatives which may involve the issue of other shares and/or the buy-back of its shares. The Company is not subject to any externally imposed capital requirements.

17. Reserves and retained earnings

(A) RESERVES

	30 June 2016
	\$'000
Investment reserves	
Investment portfolio revaluation reserve	(11,615)
Investment portfolio realised losses reserve	(800)
	(12,415)
Other reserves	
Profits reserve	4,480
	4,480
Total reserves	(7,935)

Notes to the Financial Statements

For the period ended 30 June 2016

17. Reserves and retained earnings (continued)

(A) RESERVES (CONTINUED)

	30 June 2016
	\$'000
Movements:	
Investment portfolio revaluation reserve	
Net unrealised losses on investments	(16,593)
Income tax on net unrealised losses on investments	4,978
	(11,615)
Investment portfolio realised losses reserve	
Net realised losses on investments	(1,143)
Income tax on net realised losses on investments	343
	(800)
Total investment reserves	(12,415)
Profits reserve	
Transfer from retained earnings	4,480
	4,480
Total other reserves	4,480

Nature and purpose of reserves

For a description of the nature and purpose of the reserves, refer to Notes 2(c) and 2(k).

(B) RETAINED EARNINGS

Movements in retained earnings were as follows:

	30 June 2016
	\$'000
28/05/2015 Opening balance	-
Net profit for the period	4,480
Transfer to profits reserve	(4,480)
30/06/2016 Closing balance	-

Notes to the Financial Statements

For the period ended 30 June 2016

18. Dividends

(A) DIVIDENDS NOT RECOGNISED AT THE END OF THE REPORTING PERIOD

	30 June 2016
	\$'000
Since period end, the Director's declared a 1.0 cent per share fully franked dividend which has not been recognised as a liability at the end of the financial period.	2,764

(B) DIVIDEND FRANKING ACCOUNT

	30 June 2016
	\$'000
Opening balance of franking account	-
Franking credits on dividends received	-
Closing balance of franking account	-
Adjustments for tax payable in respect of the period's profits, receipt of distributions and dividends declared	862
Adjusted franking account balance	862

The above amounts are calculated from the balance of the franking account as at the end of the reporting period, adjusted for franking credits from distributions after the end of the period and debits that will arise from the settlement of liabilities.

19. Remuneration of auditors

During the period the following fees were paid or payable for services provided by the auditor of the Company, its related practices and non-related audit firms:

	30 June 2016
	\$'000
<i>Audit and other assurance services</i>	
Audit and review of financial statements – Pitcher Partners	36
<i>Other services provided by a related practice of the auditor</i>	
Taxation services – Pitcher Partners	3
	39

Steadfast Group Limited has agreed to pay for the audit and review of the Company's financial statements provided by Pitcher Partners.

Notes to the Financial Statements

For the period ended 30 June 2016

20. Key management personnel compensation

The names and position held of the Company's key management personnel (including Directors) in office at any time during the financial period are:

- Belinda Hutchinson AM, Chairman (appointed 28 May 2015)
- Susan Cato, Non-Executive Director (appointed 3 June 2015)
- Karen Penrose, Non-Executive Director (appointed 3 June 2015)
- Sarah Morgan, Non-Executive Director (appointed 20 June 2015)
- Frank Casarotti, Non-Executive Director (appointed 28 May 2015)
- Geoff Wilson, Non-Executive Director (appointed 28 May 2015)
- Louise Walsh, Chief Executive Officer (appointed 12 May 2015)
- Chris Donohoe, Chief Executive Officer (appointed 1 May 2015) (resigned 5 May 2016)

(A) REMUNERATION

The Chair and the Directors have agreed to waive their Directors' fees.

For the financial period 2016 and going forward, no Directors' fees will be paid.

In May 2015, Louise Walsh and Chris Donohoe agreed to provide their services as executive officers during the establishment and development of the Company. In consideration for providing these services, Louise Walsh and Seed Partnerships, an entity associated with Chris Donohoe, were each remunerated by Wilson Asset Management (International) Pty Limited for these initial executive services.

On 5 May 2016, Chris Donohoe became a member of the Investment Committee and resigned as Chief Executive Officer. Louise Walsh was formally appointed as Chief Executive Officer of the Company with effect from 5 May 2016 and her initial term is until 7 March 2019. From 1 July 2016, an entity associated with Louise will be paid \$100,000 (plus GST) per annum for providing her services as an executive officer. There were no other changes to the Company's key management personnel during the period.

(B) SHARE HOLDINGS

As at 30 June 2016, and the date of this report, the Company's key management personnel and their related parties held the following interests in the Company:

Ordinary shares held	Balance at 28 May 2015	Acquisitions	Disposals	Balance at 30 June 2016
Belinda Hutchinson	-	909,090	-	909,090
Susan Cato	-	91,001	-	91,001
Karen Penrose	-	25,000	-	25,000
Sarah Morgan	-	90,909	-	90,909
Frank Casarotti	-	50,000	-	50,000
Geoff Wilson*	-	3,570,001	-	3,570,001
Louise Walsh	-	100,000	-	100,000
Chris Donohoe**	-	200,000	190,000	10,000

*Geoff Wilson purchased 3,000,001 ordinary shares in the Initial Public Offering in September 2015 and acquired 560,000 additional ordinary shares on-market during the period.

**Chris Donohoe purchased 174,156 ordinary shares in the Initial Public Offering in September 2015 and acquired 25,844 additional ordinary shares on-market during the period.

Notes to the Financial Statements

For the period ended 30 June 2016

20. Key management personnel compensation (continued)

(B) SHARE HOLDINGS (CONTINUED)

Options held	Balance at 28 May 2015	Acquisitions	Disposals	Balance at 30 June 2016
Belinda Hutchinson	-	909,090	-	909,090
Susan Cato	-	91,001	-	91,001
Karen Penrose	-	25,000	-	25,000
Sarah Morgan	-	90,909	-	90,909
Frank Casarotti	-	50,000	-	50,000
Geoff Wilson	-	3,010,000	-	3,010,000
Louise Walsh	-	100,000	-	100,000
Chris Donohoe [*]	-	200,000	-	200,000

^{*}Chris Donohoe purchased 174,156 options in the Initial Public Offering in September 2015 and acquired 25,844 additional options on-market during the period.

Directors and Director related entities disposed of and acquired ordinary shares in the Company on the same terms and conditions available to other shareholders.

The Directors have not, during or since the end financial period, been granted options over unissued shares or interests in shares of the Company as part of their remuneration.

21. Related party transactions

All transactions with related entities were made on normal commercial terms and conditions and at market rates.

Frank Casarotti is General Manager - Distribution of Magellan Asset Management Limited which is the Responsible Entity of the Magellan Global Fund. Magellan Asset Management Limited is a fund manager for the Company and has agreed to forgo all management and performance fees on the funds managed on behalf of the Company. Notwithstanding Frank's interest in contracts with the Company, he is considered to be independent.

Wilson Asset Management (International) Pty Limited provided initial management services, some company secretarial services, financial reporting, investor relations and marketing for the Company at no cost and waived the stamping fees it was entitled to as a Licensed Dealer to the Offer. Wilson Asset Management (International) Pty Limited also remunerated Louise Walsh (Chief Executive Officer) and Seed Partnerships, an entity associated with Chris Donohoe (former Chief Executive Officer) \$80,000 (inclusive of superannuation) and \$80,000 (inclusive of GST) respectively for providing initial executive services. Wilson Asset Management (International) Pty Limited is an entity associated with Geoff Wilson.

22. Contingencies

The Company had no contingent liabilities at 30 June 2016.

23. Commitments

The Company intends to donate a percentage of the Company's assets to Australian charities supporting children and youth mental health. The donation is accrued monthly and is expected to be equal to 1% of the Company's average monthly net tangible assets for the previous financial year. The accrual commenced at the end of September 2015, being the month the Company was admitted to the official list of ASX Limited.

Notes to the Financial Statements

For the period ended 30 June 2016

24. Reconciliation of profit after income tax to net cash provided by operating activities

	30 June 2016
	\$'000
Profit for the period	4,480
Equalisation income reinvested	(143)
Rebate income reinvested	(1,385)
Distributions reinvested	(1,470)
Effects of foreign currency exchange rate changes on cash and cash equivalents	826
Change in operating assets and liabilities:	
Increase in trade and other receivables	(6,198)
Increase in other current assets	(18)
Increase in deferred tax assets	(424)
Increase in other trade and other payables	75
Increase in charity donation accrual	2,420
Increase in deferred tax liabilities	1
Increase in current tax liabilities	2,008
Net cash inflow from operating activities	172

25. Non-cash investing and financing activities

	30 June 2016
	\$'000
Distributions reinvested	1,470
Equalisation income reinvested	143
Rebate income reinvested	1,385
	2,998

26. Earnings per share

	30 June 2016
	\$'000
Profit after income tax used in the calculation of basic and diluted earnings per share	4,480
	Number
	'000
Weighted average number of ordinary shares outstanding during the period used in calculating basic earnings per share	203,025
Weighted average number of dilutive options outstanding	2,026
Weighted average number of ordinary and potential ordinary shares outstanding during the period used in calculating diluted earnings per share	205,051

Notes to the Financial Statements

For the period ended 30 June 2016

26. Earnings per share (continued)

The weighted average number of shares used as the denominator in calculating basic and diluted earnings per share is based on the average number of shares from 28 May 2015, being the date of incorporation, to 30 June 2016. The basic earnings per share would have been 1.63 cents per share if calculated from 10 September 2015 as the Company only had one share on issue and no earnings up to this date.

The Company currently has outstanding options which have the potential to convert to ordinary shares. As the average share price from issue date 10 September 2015 to 30 June 2016 is in excess of the option exercise price they are currently dilutive in amount and therefore have been considered for the diluted earnings per share calculation.

27. Events occurring after the reporting period

Since year end the Directors declared a final dividend of 1.0 cent per share fully franked to be paid on 31 October 2016.

No other matter or circumstance has occurred subsequent to period end that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

Director's Declaration

The Directors of Future Generation Global Investment Company Limited declare that:

- 1) The financial report as set out in pages 33 to 56 and the additional disclosures included in the Directors' Report designated as 'Remuneration Report', as set out on pages 28 to 29 are in accordance with the *Corporations Act 2001*, including:
 - a) complying with Australian Accounting Standards, which, as stated in Note 1 to the financial statements, constitutes compliance with International Financial Reporting Standards (IFRS), the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - b) giving a true and fair view of the financial position of the Company as at 30 June 2016 and of its performance, as represented by the results of the operations and the cashflows, for the period ended on that date; and
- 2) At the date of this declaration, in the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
- 3) The Directors have been given the declarations required by section 295A of the *Corporations Act 2001* from the persons and organisations who perform the Chief Executive Officer and Chief Financial Officer functions respectively, for the purposes of the *Corporations Act 2001*.

Signed in accordance with a resolution of the Board of Directors.



Belinda Hutchinson AM
Chairman

Dated in Sydney this 28th day of September 2016

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED
ABN 52 606 110 838**

Report on the Financial Report

We have audited the accompanying financial report of Future Generation Global Investment Company Limited (the company), which comprises the statement of financial position as at 30 June 2016, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the period then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the company.

Directors' Responsibility for the Financial Report

The directors of Future Generation Global Investment Company Limited are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In Note 2(a), the directors also state that, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED
ABN 52 606 110 838**

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Opinion

In our opinion:

- a) the financial report of Future Generation Global Investment Company Limited is in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the Company's financial position as at 30 June 2016 and of its performance for the period ended on that date; and
 - (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
- b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 2(a).

Report on the Remuneration Report

We have audited the Remuneration Report included in pages 28 to 29 of the directors' report for the period ended 30 June 2016. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Opinion

In our opinion, the Remuneration Report of Future Generation Global Investment Company Limited for the period ended 30 June 2016 complies with section 300A of the *Corporations Act 2001*.



S M WHIDDETT
Partner

28 September 2016



PITCHER PARTNERS
Sydney

Investments at Market Value

As at 30 June 2016

Investment	Market Value \$	% of Gross Assets
Ironbridge Global Focus Fund	28,173,280	9.7%
Magellan Global Fund	25,889,325	9.0%
Cooper Investors Global Equities Fund (Unhedged)	24,652,648	8.5%
Antipodes Global Fund	22,806,578	7.9%
VGI Partners Fund	22,363,714	7.7%
Marsico Global Fund	20,326,394	7.0%
Nikko AM Global Share Fund	16,832,425	5.8%
Manikay Global Opportunistic USD Fund	14,690,119	5.1%
Ellerston Global Investments Wholesale Fund	14,018,971	4.9%
Morphic Global Opportunities Fund	12,329,033	4.2%
Neuberger Berman Systematic Global Equities Trust	10,624,896	3.7%
Paradice Global Small Mid Cap Fund Unhedged	9,601,576	3.3%
Cooper Investors Asian Tiger Fund	9,110,753	3.1%
Antipodes Asia Fund	7,393,640	2.6%
Tribeca Global Total Return Fund	7,235,866	2.5%
Avenir Value Fund	4,410,362	1.5%
Insync Global Titans Fund	4,344,260	1.5%
Hunter Hall Global Equities Trust	4,150,574	1.4%
Eastspring Investments Asian Dynamic Fund	3,871,523	1.3%
Total Investments	262,835,937	90.7%
Cash and cash equivalents	17,162,831	5.9%
Distributions, interest, rebates receivable & outstanding settlements	9,744,084	3.4%
Gross Assets	289,742,852	

ASX Additional Information

Additional information required by the Australian Securities Exchange Limited Listing Rules and not disclosed elsewhere in this report.

Shareholdings

SUBSTANTIAL SHAREHOLDERS (AS AT 31 AUGUST 2016)

QBE Insurance Group Limited is currently a substantial shareholder in Future Generation Global Investment Company Limited.

DISTRIBUTION OF SHAREHOLDERS (AS AT 31 AUGUST 2016)

Category	Number of shareholders	
	Ordinary Shares	Options
1 – 1,000	121	6
1,001 – 5,000	1,010	799
5,001 – 10,000	1,067	868
10,001 – 100,000	3,296	2,685
100,000 and over	281	328
	5,775	4,686

The number of shareholdings held in less than marketable parcels is 44.

TWENTY LARGEST SHAREHOLDERS – ORDINARY SHARES (AS AT 31 AUGUST 2016)

Name	Number of ordinary shares held	Percentage of issued capital held
Citicorp Nominees Pty Limited	28,182,730	10.2%
HSBC Custody Nominees (Australia) Limited	8,377,546	3.0%
Kordamentha Nominees Pty Limited	3,500,000	1.3%
HSBC Custody Nominees (Australia) Limited	3,266,775	1.2%
Wilson Foundation Pty Limited	3,100,000	1.1%
Angecaspa Pty Limited	3,000,000	1.1%
Netwealth Investments Limited	2,734,600	1.0%
Navigator Australia Limited	2,339,961	0.8%
Fendell Pty Limited	2,300,000	0.8%
Netwealth Investments Limited	2,290,157	0.8%
The Smith Family	2,000,000	0.7%
Almavijo Pty Limited	2,000,000	0.7%
Clurname Pty Limited	2,000,000	0.7%
Spinifex (2007) Pty Limited	1,818,181	0.7%
Gumala Investments Pty Limited	1,818,000	0.7%
Forsyth Barr Custodians Limited	1,626,950	0.6%
Coolah Holdings Pty Limited	1,363,637	0.5%
Yalaba Pty Limited	1,363,500	0.5%
Mrs Philippa Blomfield	1,200,000	0.4%
Sandhurst Trustees Limited	1,136,362	0.4%
	75,418,399	27.2%

STOCK EXCHANGE LISTING

Quotation has been granted for all of the ordinary shares and options of the Company on all Member Exchanges of the ASX Limited.

We are proud to support



With the assistance of our service providers



With thanks to the following Fund Managers

